

TOWN OF NORTH HAVEN, CONNECTICUT



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2009**

TOWN OF NORTH HAVEN, CONNECTICUT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

**For the Fiscal Year
July 1, 2008 to June 30, 2009**

Prepared By:
FINANCE DEPARTMENT

Edward J. Swinkoski
Director of Finance/Administration

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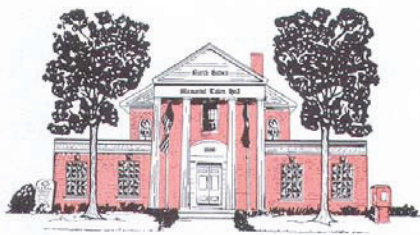
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TOWN OF NORTH HAVEN

MEMORIAL TOWN HALL / 18 CHURCH STREET

NORTH HAVEN, CONNECTICUT 06473



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January 11, 2010

Honorable Members of the Board of Selectmen
and the Board of Finance
Town of North Haven, Connecticut
18 Church Street
North Haven, CT 06473

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2009.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

McGladrey & Pullen, LLP, Certified Public Accountants, have issued an unqualified "clean" opinion on the Town of North Haven, Connecticut's financial statements for the year ended June 30, 2009. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD and A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD and A complement this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The Town of North Haven, settled around 1670 as part of the colony of New Haven, was incorporated as a separate town in 1786. Located in south central Connecticut adjacent to and northeast of the City of New Haven, the Town covers a land area of 21.0 square miles and serves a population of 23,035. The Town of North Haven is empowered to levy a property tax on both real and personal properties located within its boundaries.

It operates under a Board of Selectmen form of government and provides services as authorized by its charter including public safety (police and fire), sanitation, health and social services, recreation, education and general administrative services.

The Town of North Haven has a Board of three selectmen, who are elected for a two year term, and a Board of Finance. The Town Meeting is the legislative body and must approve the annual budget, all special appropriations or expenditures, and all bond and note authorizations.

The Town operates with a total of eight elective boards and seventeen appointed boards. Members of the elective boards are chosen on a staggered basis. Powers and privileges are conferred and granted to the Town under the Constitution and General Statutes of the State of Connecticut.

The First Selectman is the full-time Chief Executive and Administrative Officer of the Town and oversees the execution of all laws and ordinances governing the Town. He presides over the Board of Selectmen and has full voting privileges on the Board. The First Selectman is also an ex-officio member of all Town boards, commissions, and agencies with a vote only on the Board of Selectmen, the Board of Finance, the Police Retirement Board and the Water Pollution Control Authority.

The Board of Finance is the budget-making authority responsible for financial and taxation matters, presenting the annual operating budget and special appropriations to the Town Meeting for its approval, and establishing the tax rate.

The Town's full-time professional staff includes an appointed Director of Finance/Administration and five other Department Heads.

The annual budget serves as the foundation for the Town of North Haven's financial planning and control.

The budget is prepared for the General Fund by department. Transfers under \$20,000 may be made within a department. Required transfers are tracked continuously and are formally adopted immediately after the end of the fiscal year as part of the end of the fiscal year closing of the budget.

Budget-to-actual comparisons are provided in this report for each governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 66 through 71.

LOCAL ECONOMY

Connecticut Route No. 15, the Wilbur Cross Parkway, passes through North Haven as does U.S. Route No. 5 and Connecticut Route Nos. 10, 17 and 22. North Haven is accessible from three full interchanges and two partial interchanges to Interstate Route No. 91. In addition, the Route 40 Connector provides a vital link between the center of North Haven, I-91 and Route 10 in the Mount Carmel Section of Hamden. Freight, and passenger service, is provided by Amtrak, Metro-North and Conrail, which also operates the Cedar Hill Classification Yard, one of the largest in the East. Most of this yard is located in the Town. Amtrak presently has its regional maintenance of operations in this area. In addition, interstate and intrastate buses and trucking companies provide freight and passenger service. The Tweed/New Haven Airport provides passenger and air freight service and is located 10 miles away on the New Haven/East Haven city lines.

North Haven is a suburban residential community with growing commercial and manufacturing resources. The Town is part of a 12 town region comprising the New Haven labor market. An estimated 12,059 people are employed in North Haven.

There are more than seventy-five highly diversified manufacturing and industrial firms in North Haven. In addition to the ten largest taxpayers, (see Table 9) new or existing companies include: OF. Mossberg & Sons, Inc., sporting goods and firearms; Pennant Foods (Chef Solutions), bakery; National Amusements, Inc., movie theatres; Briarwood Connecticut, apartments; Brescome Barton, Inc., wholesale wine and liquors; Drazen Properties LP, shopping center; North Haven Crossing LP, shopping center; Target Shopping Center; Marlin Firearms; Covidien (Tyco); North Haven Commons, shopping center; Anthem Health Plans; Rosewood LLC, apartments; New Bleed Logistics, distribution; Bozzutto's, distribution; and AT&T, telecommunications.

North Haven has many industrial parks, including the Mersick Industrial Park containing 35 acres; the Wharton Industrial Park containing 200 acres; the Leonardo Drive Industrial Park containing 70 acres; the Exit 10 Industrial Park containing 35 acres; and the Exit 9 Industrial Center containing 130 acres. Although much of the acreage included in these parks has been developed, there are some prime sites still available. Increased economic activity and population growth in the New Haven area combine to make North Haven a desirable residential suburb. In 1960, there were 4,766 dwellings, as compared with 8,269 in 2008, that include mostly single family, owner occupied homes and condominiums. The average sales price in 2009 of homes in North Haven was \$324,773, with homes ranging between \$200,000 and \$824,000. The Town's Planning and Zoning Commission is responsible for enforcing subdivision and other Town zoning regulations. In 2005, the Town adopted a new Plan of Conservation and Development to direct future growth and ensure its compatibility with existing uses.

MAJOR INITIATIVES

Selectmen's Office: The Town remains a desirable location for families and businesses. Today, few sizable tracts of residentially zoned real property exist, as the Town has invested in open space land acquisitions during the past decade. These purchases have kept the home inventory at a virtually constant level, while the demand for residences is very high due to the Town's location, tax rate, services and programs, economy and school system.

One exception, to the stable inventory of residences, is the addition of numerous age-restricted housing projects, as the Town realized the need to increase housing options for its senior population. Working closely with certain developers, eight projects have been approved and constructed and are adding almost 450 housing units, ranging from subsidized apartments to luxury condominiums. Besides allowing residents to remain in the community, they provide significant tax revenue, without the expenses associated with new residential construction.

It is in the area of commercial and industrial development that the most substantial Grand List growth has occurred. North Haven is home to over 1,300 businesses, and supports one of the largest commercial and industrial tax bases in Connecticut.

North Haven continues to attract new businesses to town. Eclipse Development has constructed a major shopping center on Universal Drive. The anchor stores are Best Buy, Toys R Us, and other retail stores and restaurants.

Julian Enterprises has constructed a Big Y grocery store and a restaurant at 345 Washington Avenue-Route 5. Across the street from this development is a new 22,000 square foot retail shopping center. These developments are the cornerstones of the Town's plan to create new mixed-use projects on Washington Avenue-Route 5, north of Interstate 91's Exit 12. The Big Y grocery store and shopping center are spurring such activity, as two retail centers, a new fast food restaurant and a light manufacturing facility have been built.

On the southern end of Washington Avenue-Route 5, the owners of two shopping plazas have completed a combination and expansion of their plazas and have added larger buildings, new stores, restaurants and a new free standing Walgreens store. Continuing south on Route 5, a development unique to the State and to the Northeast has been constructed by Gaylord Hospital. This nationally renowned rehabilitation company has built a 60,000 square foot health and wellness center. In the same area, 22,000 square feet of new office space and 33,000 square feet of retail space have been constructed. Also, a major construction company has purchased 14 acres, in order to relocate its headquarters, and is proposing the development of a new industrial park on the property.

With the addition of the Gaylord Health and Wellness Center, Route 5 South is becoming a corridor of interest to health care providers. A vascular surgery group and pharmacy have relocated their businesses to this area. Two other large medical groups have begun the due diligence phase on two separate sites.

The Town, in conjunction with the new owner, is seeking to connect property on Valley Service Road and Defco Park Road, to provide greater access to this industrially zoned land. The Town intends to take over the sewer pump station on the Pratt & Whitney site and run a sewer line to the industrial sites on Defco Park Road.

The purpose of these improvements is to enhance development of the additional hundreds of acres of vacant industrial property on Valley Service Road and Dodge Avenue. Funding has been obtained through grants from the Economic Development Administration in Washington, D.C. This request also covers over 200 acres of land off Universal Drive, property that was once part of the Cedar Hill rail yards. In particular, the Town seeks funding to build a road network through the property. Each of these large-scale developments involves active participation by property owners to develop these hundreds of acres of land for mixed uses such as technology, manufacturing, a hotel with conference center, health club, retail stores and other varied uses.

The Town is also utilizing a State grant to repair and expand the Muddy River/Universal Road bridge and is preparing to replace the Sackett Point Road bridge. Both bridges lead to the highly traveled Universal Road shopping district.

Quinnipiac University has acquired a large office campus and is in the process of renovating and upgrading the facilities to state of the art standards. This campus will be dedicated to use for their graduate-level programs that are being relocated from the Quinnipiac University campus in neighboring Hamden, CT.

Finance Office: The Finance Office assists the Treasurer, Board of Finance and First Selectman. Its principal responsibility is the Town's day to day financial/administrative management and record keeping. Additional responsibilities include general administration, facilities management, personnel, purchasing, grants management, insurance/risk management, labor relations and wage/benefit administration.

Police: The North Haven Police Department provides full-time police services. The staff consists of 48 regular police officers, 4 dispatchers, 4 clerks and 1 maintenance person. Major equipment includes the Town's central radio communications and dispatch point E 911 PSAP, 6 unmarked cruisers, 10 marked cruisers and a traffic light and sign maintenance unit.

Fire: The North Haven Fire Department consists of a full-time career paid Headquarters staff and three volunteer fire companies. The Department has a career staff of 30 firefighters. Each volunteer company carries a maximum of 35 active firefighters and fire-police members. The major equipment includes: one 1,500 GPM pumper engine, six 1,250 GPM pumper engines, two emergency rescue vehicles and a 105' aerial ladder truck. There are over 650 fire hydrants within the Town.

Public Works: The Department encompasses the offices of the Building Official, Engineering, Land Use Administration, Zoning Enforcement and the divisions of Field Operations, Parks, Equipment Maintenance, Sanitation and Recycling. Additionally, the Department administers the Town's wastewater collection and treatment program under the direction of the Water Pollution Control Authority.

Water Pollution Control Authority: The Water Pollution Control Authority (WPCA) oversees the Town's sanitary sewage collection system, the extension of sewer mains, reviews and approves of the expense and capital budget items, establishes policy, procedures and regulations, authorizes expenditures, and approves of assessment and connection charges.

The WPCA also works with property developers in Town to establish new sewer collection systems and pump stations for proposed subdivisions and commercial developments in accordance with Town standards.

Water Pollution Control Division: The Water Pollution Control Division, as contracted through Veolia Water North America, oversees the operations of the Town's Water Pollution Control Facility (WPCF) and reports directly to the Director of the Department.

The WPCF was constructed in 1966 and was modified and expanded in 1991 to meet advanced treatment requirements as administered through the State of Connecticut Department of Environmental Protection and the United States Environmental protection Agency. Approximately 70% of the Town's residential, commercial and industrial properties are served by the WPCF. The WPCF includes preliminary, primary, and advanced secondary treatment of all sanitary sewage received at the plant. The treatment of sanitary sewage is subject to strict State and Federal National Pollutant Discharge Elimination System (NPDES) permit regulations and discharge requirements.

WPCF personnel provide operation and maintenance of the facility, its nine (9) pumping stations, and preventative maintenance of the approximately one hundred ten (110) miles of sanitary sewer mains. WPCF personnel also perform the marking of underground sewer utilities as outlined in the State of Connecticut's "Call Before You Dig" program and performs inspections of all new and existing sanitary sewer connections to the Town's collection system.

The latest improvements made to the WPCF by the Town include the complete rehabilitation of the two (2) existing sludge digesting units and the repair and replacement of the ultra violet (UV) effluent disinfection lighting system. Upgrades are planned for two of the three primary clarifier units, new valves and piping are proposed for the Old Broadway Pump Station and the replacement of a variable frequency drive is also proposed for the pumps at this location.

Engineering Office: The Town Engineer provides technical assistance and support to various boards and commissions, including Planning and Zoning, Inland Wetlands and the Zoning Board of Appeals. The Town Engineer also works closely with the Office of the First Selectman and supports other Town departments and divisions within the Department of Public Works.

This assistance includes review of roadway and bridge design, drainage improvements, sanitary sewer installations, utilities, traffic control and property development issues. Coordination with State of Connecticut and Federal agencies, various consulting engineers, property developers, builders and the general public is provided in order to resolve potential problems prior to and during construction/development.

Other services provided by Engineering include design, technical administrative assistance and inspection for Town construction projects, coordination of Town map updating and the administration of the Town flood plain ordinance/regulatory process.

Field Operations: The Field Operations Division is comprised of staff who are assigned to Streets and Roads, Sanitation, Transfer Station operations, Recycling Center operations, Parks and Equipment and Vehicle Maintenance. The Field Operations Division provides year round maintenance services to the Town's 145 plus miles of roadways, public drainage courses, parking lots, parks and other Town-owned open space areas. Field Operations personnel also provide for annual curbside leaf collection and disposal, winter snow and deicing efforts, street sweeping, catch basin cleaning, and replacement of asphalt curbing and road patching services.

Parks: The Parks Division, which is an integral part of the Department's Division of Field Operations, is responsible for maintaining nearly 200 acres of park land and other open space areas throughout Town including: 18 ball fields, 15 tennis and basketball courts, 7 playgrounds, and 8 passive or natural areas. Some of the Town's critical open spaces include: Peter's Rock, Hansen Park and Spring Road.

The Parks Division maintains the Town's Central Block and the Town cemeteries and assists with snow removal and deicing efforts as well as curbside leaf collection and removal. This division also provides assistance to other Town departments and support to Community Services and Recreation programs, affiliated sports leagues and special events held at the various Town Parks.

Equipment Maintenance: Supervised by the Field Operations Division, this section is responsible for keeping all of the Town's vehicles, trucks and equipment operational. Department equipment includes, but is not limited to, plow trucks, sanitation trucks, recycling trucks, large lawn mowing vehicles, street sweepers, wood chippers, lawn maintenance equipment and more. A working foreman and three mechanics maintain and repair all Town-owned vehicles and equipment, including police vehicles and general Town vehicles utilized for day-to-day operations.

Sanitation: The Sanitation Division is responsible for the weekly collection of municipal solid waste (MSW) and recyclables. On average, this amounts to approximately 24,000 tons per year or 1.1 tons per Town resident annually. The Town also removes bulky waste items such as refrigerators, ranges, construction and demolition materials and mattresses.

The Sanitation Division provides curbside collection of State mandated recyclable items. These include: clear, green, and brown glass food and beverage containers; metal food and beverage containers, aluminum foil and pie plates; newspaper and corrugated cardboard.

Residential solid wastes are collected once weekly by the Town's staff and disposed of at the Wallingford Resource Recovery Facility. The Town has entered into a Municipal Solid Waste Services Delivery and Disposal Contract with the Connecticut Resource Recovery Authority (CRRA) pursuant to which it participates with four (4) other central Connecticut municipalities in the Wallingford Resource Recovery System. The system consists of a mass burn solid waste, resource recovery steam and electric generation facility located in the Town of Wallingford and various improvements and facilities related thereto, including solid waste landfills.

Under the Service Contract, the Town is required to deliver, or cause to be delivered to the system, solid waste generated within boundaries up to the minimum commitment, and to pay a uniform per ton disposal fee. The aggregate minimum commitment of the five participating municipalities is 125,000 tons per year. The Town's commitment to pay Municipal Disposal fees is a 'put-or-pay' commitment in that if the aggregate minimum commitment is not met by the five municipalities in any year, the Town must pay Municipal Disposal Fees for its full portion of the aggregate minimum commitment even if it did not deliver the full portion of the aggregate minimum commitment.

The Municipal Disposal Fee applicable in any contract year is calculated by estimating and netting out the System Cost and System Revenue for such contract year, as such terms are defined in the Service Contract. System Cost includes debt service on the Authority's revenue bonds issued to finance the System, costs of operation and administrative costs, among other things. System revenue includes revenues through the sale of steam and electricity. The contract with CRRA terminates on June 30, 2010.

Beginning July 1, 2010, disposal will be made at the same location, however from that date forward, the facility will be owned and operated by COVANTA PROJECTS OF WALLINGFORD, L.P. (Covanta) per agreement between the Town and Covanta dated December 17, 2008 (the Covanta Agreement).

Municipal Disposal Fees shall be payable so long as the System is accepting solid waste delivery by or on behalf of the Town, whether or not such waste is processed at the facility. The Town's obligation to Municipal Disposal Fees, so long as the Authority is accepting the Town's solid waste, is absolute and unconditional, and shall not be subject to any set-off, counterclaim, recoupment, defense, or other right which the Town may have against the Authority or any other person for any reason. The Town has pledged its full faith and credit to the payment of the Municipal Disposal Fees and has also agreed to enforce or levy and collect all taxes, cost sharing or other assessment or charges and take all such other action as may be necessary to provide for the payment of Municipal Disposal Fees.

The Town has a 'flow control' ordinance, which requires all collectors of solid waste in North Haven to deliver collected solid waste to the System.

Transfer Station: The Transfer Station is located on Universal Drive, approximately 500 feet south of the intersection with Sackett Point Road. Containers for normal household waste; metals; bulky waste, including brush, concrete, construction demolition materials and mattresses; tires and white goods are available for use by residents only.

All vehicles must obtain a permit to use the Transfer Station, including trailers for cars or trucks. Each year, residents must bring their registration and driver's license to the Public Works Office. Each resident is entitled to six (6) passes for the disposal of mixed solid waste, bulky wastes, tires and white goods. Passes are valid for the calendar year.

Recycling: The Town's Recycling Program annually ranks in the top 10% of Connecticut cities and towns with a total of over 1,100 pounds of recyclables generated per resident and processed annually. In addition, North Haven recycles over 50% of its municipal solid waste, far surpassing the State's goal of 40%. This figure attests to North Haven's consistent ranking in the State's top communities in percentage of recyclables.

Leaf Disposal: Leaves are a mandated recyclable item by the State of Connecticut and must be composted. They may be composted by residents in their backyard or through the Town's efforts during its fall leaf collection program. The Town collects leaves for a six-week period in the Fall (October and November) and does not collect leaves at any other time during the year. However, residents may bring leaves (year round) to the Town's Recycling Center on Elm Street.

Land Use Office: The land Use Office staff provides administrative support to the Planning and Zoning Commission, the Zoning Board of Appeals and the Inland Wetlands Commission.

Under the direction of the Land Use Administrator, the office assists residents, property owners and developers through the application process, to the appropriate Land Use Board and/or Commission. Procedurally, the office is responsible for accepting the formal application, preparing the legal notices, reviewing all applications for completeness and compliance, preparing the meeting agenda and organizing the actual meeting place(s).

The office also provides administrative support for the Zoning Enforcement Officer and works closely with the Building Department and Engineering offices of Public Works as well.

In addition to applications to the Planning and Zoning Commission, plot plans and Certificates of Compliance, the following are brought to the Land Use Office for review and approval: residential additions, garages, decks, fences and pools. Sign permits are reviewed and approved through the Land Use Office by the Zoning Enforcement Officer. Complaints regarding Zoning and Inland Wetland violations are vigorously pursued by the Zoning Enforcement Officer. The Town continues to achieve a high rate of zoning compliance.

Zoning Enforcement: The Zoning Enforcement Officer is a key staff member to the Planning and Zoning and Inland Wetlands Commissions. This employee's primary responsibility is to ensure that Land Use Regulations are adhered to throughout the Town of North Haven.

Other responsibilities include reviewing all plot plans for new residences; reviewing all plot plans for residential additions, fences, and swimming pools, issuing certificates of Zoning Compliance for residential, commercial, and industrial properties and issuing permits for all free-standing and wall signs.

Building Department: The Building Office is responsible for assuring the safety of North Haven residents through the enforcement of all applicable building codes for new or existing structures within the Town. This process typically includes the review of plans and the issuance of a building permit

prior to the start of construction, followed by inspection work in-progress, and ending in a Certificate of Occupancy when all work has been completed in compliance with the regulations.

The Building Code adopted by the Town of North Haven is the 2005 Connecticut State Building Code. This includes the 2003 International Building Code, the 2003 International Residential Code, the 2003 International Mechanical and Plumbing Code and the 2005 National Electric Code.

Building permit fees for the next fiscal year will remain unchanged.

Permits are required for:

- ♦ New residential homes;
- ♦ Additions or alterations to existing homes;
- ♦ New Commercial buildings;
- ♦ Additions or alterations to existing buildings;
- ♦ Electrical wiring, plumbing, heating, HVAC, fire places, wood stoves, roof and siding;
- ♦ Construction of sheds;
- ♦ Installation of swimming pools; and
- ♦ Demolition of swimming pools.

Health: The Quinnipiac Valley Health District is made up of North Haven, Hamden and Woodbridge, which joined together in 1978 to form a District Department of Health under provisions of Section 19-106 of the Connecticut General Statutes as amended. The District participates in per capita grants from the State of Connecticut, which help to defray the total cost of public health services.

The Town also participates in a Visiting Nurses Association Services, Inc. ("VNA"), which was formed in 1970 by the towns of North Haven, Woodbridge, Hamden and Bethany. The VNA provides home health care services.

Community Services and Recreation: The Department of Community Services/Recreation operates the Town's Comprehensive Human and Social Services program which includes Outpatient Psychiatric Services, Youth Services, Day Care, Food Program, Energy Assistance, and a Senior Citizen's Program and Center which serves over 1,200 members.

The Recreation component within the Department is responsible for the planning and execution of activities, programs and special events designed to appeal to all age groups including, but not limited to tournaments, trips and a summer concert program; and operation and up-keep of the Town's Community Pool. The Recreation programs operate from the Mildred Wakeley Community and Recreation Center, which is also the site of a multiplicity of indoor recreational programs.

Library: The North Haven Memorial Library is a full service library open 58 hours per week in winter and 48 hours per week in summer. A computerized circulation system makes the collections of four area towns available to North Haven residents. The library has 112,387 volumes, including audio visual and provides a variety of special information for business, industry and the personal needs of the Community.

Utilities: Electric Service – United Illuminating Company and Integrys Energy Services; Gas Service – Southern Connecticut Gas Company; Water Service – South Central Connecticut Regional Water Authority.

EDUCATION SYSTEM

The Town's school system services grades pre-kindergarten through twelve and is governed by the local Board of Education. The Town has a nine-member Board of Education elected to six-year staggered terms. The primary function of the Board is to establish policy. Some of the areas for which such policies are set include curriculum, budget requests submission, ensuring funds for education as appropriated by the Town are properly expended, implementation of both State and Federal laws, and planning for facilities needed by the system, including construction and renovation.

The Department of Education operates four elementary schools, each serving a quadrant of the Town for grades K-5. The middle school serves grades 6-8, and the senior high school serves grades 9-12.

Enrollment in grade kindergarten through twelve as of October 1, 2008 was 3,932. The rated capacity of the system facilities is 4,722.

LONG-TERM FINANCIAL PLANNING

Unreserved, undesignated fund balance in the general fund is 8.5 % of total general fund revenues. A portion of the fund balance may be used to offset general fund expenditures in the near future.

CASH MANAGEMENT POLICIES AND PRACTICES

The Town of North Haven seeks to attain market rates of return on its investments, consistent with constraints imposed by its safety objectives, cash flow considerations and state laws that restrict the investment of certain public funds. No person may engage in an investment transaction except as authorized by the Treasurer and the Director of Finance, who shall be responsible for all transactions undertaken and shall establish reasonable controls to regulate the activities of subordinate officials.

Funds may be invested in a) U.S. Treasury Bills; b) Treasury Notes or Bonds maturing within one year, c) certificates of deposit of banks and savings and loan associations maturing within one year, d) repurchase agreements collateralized by U.S. Treasury securities; e) The State Short Term Investment Fund (STIF); and funds made up of the instruments issued by the above authorized entities, such as Financial Guaranty Insurance Company, Fidelity Investments, and MBIA.

Investment depositories are approved by the Treasurer and invested funds are diversified to eliminate the risk of loss resulting from over concentration of funds in a specific maturity or a specific issuer. The following general policies and constraints are applied.

1. Maturities are staggered to avoid this and are selected to provide for stability of income and reasonable liquidity.
2. For cash management funds liquidity is assured through practices ensuring that the next disbursement date and payroll date are covered through maturing investments or marketable U.S. Treasury Bills.
3. Approximately 3 percent of the portfolio is invested in overnight instruments or in marketable securities, which can be sold to raise cash on one day's notice.

RISK MANAGEMENT

The Town is exposed to a variety of accidental losses and has established a risk management strategy that attempts to minimize losses and the carrying cost of insurance.

Risk control techniques have been established to reasonably ensure that the Town's employees are aware of their responsibilities regarding loss exposures related to their duties. In a similar manner, risk control techniques have been established to reduce possible losses to property owned by or under the control of the Town. Furthermore, supervisory personnel are held responsible for monitoring risk control techniques on an operational basis.

The primary technique used for risk financing is the purchase of insurance policies from commercial insurers that include a large deductible amount. The use of a large deductible clause reduces the cost of insurance, but, should losses occur, the portion of the uninsured loss is not expected to be significant with respect to the financial position of the Town.

PENSION AND OTHER POSTEMPLOYMENT BENEFITS

The Town is the Administrator of a Single Employer Public Employee Retirement System (PERS) established and administered by the Town to provide pension benefits for its employees. Contributions made by employees and the Town as well as retirement expenditures are accounted for in the fund. The Town maintains four contributory defined benefit pension plans and one defined contribution pension plan, which cover substantially all employees of the Town except certified teachers who participate in a contributory retirement plan administered by the Connecticut State Teachers' Retirement board. An independent actuary engaged by the Town calculates the amount of the annual contribution that the Town of North Haven must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis.

Teachers within the Town's school system participate in a retirement plan administered by the Connecticut State Teachers Retirement Board. The Town of North Haven also provides postretirement health benefits for certain retirees and their dependents. As of the end of the current fiscal year, there were 110 retired employees receiving these benefits, which are financed on a pay-as-you-go basis. GAAP do not require governments to report a liability in the financial statement in connection with an employer's obligation to provide these benefits.

The financial statements are the responsibility of the Town. The responsibility of the certified public accountants is to express an opinion on the Town's financial statements based on their audit. An audit is conducted in accordance with generally accepted auditing standards. Those standards require that the audit be planned and performed in a manner to obtain reasonable assurance as to whether the financial statements are free of material misstatement.

AWARDS AND ACKNOWLEDGEMENTS

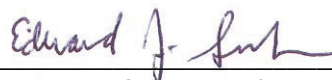
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of North Haven for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2008. This was the seventh consecutive year that the government has achieved this prestigious award. In order to be awarded

a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of management and staff of the Department of Finance and members of other departments who assisted in its compilation, to which I hereby express my appreciation. I also extend this appreciation to the Board of Selectmen and Board of Finance for their interest and support in planning and conducting the financial operations of the Town in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "Edward J. Swinkoski", is written over a horizontal line.

Edward J. Swinkoski, CPA
Director of Finance/Administration

TOWN OF NORTH HAVEN, CONNECTICUT
As of June 30, 2009

PRINCIPAL OFFICIALS

FIRST SELECTMAN

Janet M. McCarty

BOARD OF SELECTMEN

Stephen Fontana, Second Selectman
Michael J. Freda, Third Selectman

BOARD OF FINANCE

Dean E. Volain, Chairman
Michael T. Hallahan, Vice-Chairman
Patricia A. Brown, Secretary
Timothy M. Doheny
Martin L. Piccirillo
Janet M. McCarty
Richard Monico

ADMINISTRATION

Town Counsel	Richard J. Parrett, Parrett, Porto, Parese & Colwell
Town Clerk	Alan Sturtz
Assistant Treasurer	William Gambardella
Director of Finance/Administration	J. Michael Betz
Assistant Director of Finance/Comptroller	Edward J. Swinkoski
Assistant Office Manager/Staff Personnel Specialist	Rose Tryanow
Assessor	Gary Johns
Manager, Information Technology	William Bennett
Tax Collector	Alan Sturtz
Director of Public Works	Lynn Sadosky
Director of Field Operations	Victor Palma
Assistant Director of Field Operations, Highway	Robert DeMauro
Assistant Director of Field Operations, Sanitation	William Brencher
Land Use Administrator	Alan Fredricksen
Town Engineer	Jonathan Bodwell
Engineer II	Robert Burns
Building Official	David Maiden
Assistant Building Official	Elio Floriano
Chief of Police	James DiCarlo
Deputy Chief of Police	Thomas McLoughlin

ADMINISTRATION, Continued

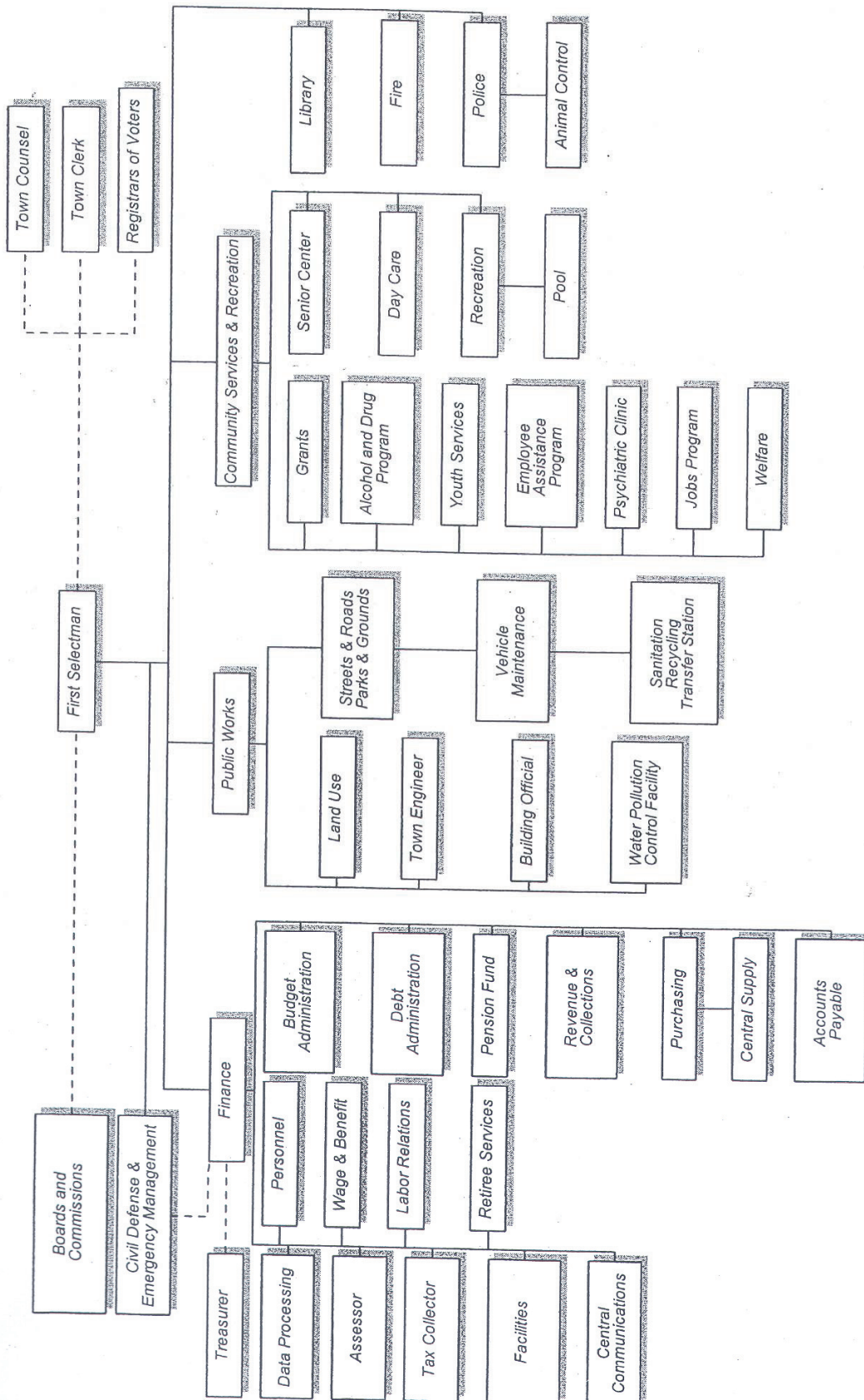
Fire Chief/Fire Marshall	Vincent Landisio
Deputy Fire Chief	Frank Gerz
Animal Control Officer	David Carney
Director of Community Services and Recreation	Gerardo Sorkin
Assistant Director of Recreation	Eileen Pettit
Assistant Director of Recreation/Pool	Andrew DelVecchio
Youth Services Administrator	Nancy Leddy
Manager of the Senior Center	Judy Amarone
Director of Library Services	Lois Baldini
Assistant Director of Library Services	Patricia Dortenzio

BOARD OF EDUCATION

John Lambert, Chairman
Sandra Cummings, Vice Chairman
Gerald Feinberg, Secretary
Alicia Clapp
Stephen DiCapua
Carole Francaschet
Suzanne G. Donofrio
James Hogan, Jr.
Deborah Volain

Superintendent of Schools	Sara-Jane R. Querfeld
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Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Town of North Haven
Connecticut

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

INDEPENDENT AUDITOR'S REPORT

To the Board of Finance
Town of North Haven, Connecticut

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of North Haven, Connecticut as of and for the year ended June 30, 2009, which collectively comprise the Town's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards" issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of North Haven, Connecticut as of June 30, 2009, and the respective changes in financial position and the budgetary statement for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 10 to the basic financial statements, the Town adopted GASB Statement No. 45 as of July 1, 2008.

In accordance with "Government Auditing Standards," we have also issued our report dated January 11, 2010 on our consideration of the Town of North Haven, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" and should be considered in assessing the results of our audit.

The management discussion and analysis and the schedules of funding progress for pensions are not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The introductory section, budgetary detail, combining and individual nonmajor fund statements and schedules, capital assets schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The budgetary detail, combining and individual nonmajor fund statements and schedules, and capital asset schedules, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

McGladrey & Pullen, LLP

New Haven, Connecticut
January 11, 2010

Town of North Haven, Connecticut

Management's Discussion and Analysis

June 30, 2009

As management of the Town of North Haven, we offer readers of the Town of North Haven's financial statements this narrative overview and analysis of the financial activities of the Town of North Haven for the fiscal year ended June 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i through xii, of this report.

Financial Highlights

- ♦ The assets of the Town of North Haven exceeded its liabilities at the close of the most recent fiscal year by \$77,959,541 (net assets). Of this amount, \$13,803,117 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- ♦ The government's total net assets decreased by \$1,262,211.
- ♦ As of the close of the current fiscal year, the Town of North Haven's governmental funds reported combined ending fund balances of \$20,817,279, an increase of \$844,891, in comparison with the prior year.
- ♦ At the end of the current fiscal year, unreserved and undesignated fund balance for the general fund was \$6,906,503, or 8.3% of total general fund expenditures.
- ♦ The Town of North Haven's total debt decreased by \$4,964,530 (7.5%) during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Town of North Haven's basic financial statements. The Town of North Haven's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Governmental-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the Town of North Haven's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Town of North Haven's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town of North Haven is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Town of North Haven that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town of North Haven include general government, public safety, highways and streets, sanitation, economic development, and culture and recreation. The business-type activity of the Town of North Haven is the Water Pollution Control Authority.

The government-wide financial statements include only the Town of North Haven itself (known as the primary government). The Town of North Haven does not have any component units to be reported separately from the financial information presented for the primary government itself. The Water Pollution Control Authority, although also legally separate, functions for all practical purposes as a department of the Town of North Haven, and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 11 and 12 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of North Haven, like other state and local governments uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town of North Haven can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town of North Haven maintains 52 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund which is considered to be a major fund. Data from the other 51 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Town of North Haven adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 13 and 14 of this report.

Proprietary funds. The Town of North Haven maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town of North Haven uses an enterprise fund to account for its Water Pollution Control Authority. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the Town of North Haven's various functions. The Town of North Haven uses an internal service fund to account for its dental insurance program. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority, which is considered to be a major fund of the Town of North Haven. Conversely, one internal service fund is combined into a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 17-19 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town of North Haven's own programs.

The basic fiduciary statements can be found on pages 20 and 21 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22 through 61 of this report.

Government-wide Financial Analysis

As noted, earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Town of North Haven, assets exceeded liabilities by \$77,959,541 at the close of the most recent fiscal year.

By far the largest portion of the Town of North Haven's net assets (78.9%) reflects its investment in capital assets (e.g., land, building, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The Town of North Haven uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of North Haven's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Town of North Haven's Statement of Net Assets
As of June 30, 2009 and 2008

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 30,912,475	\$ 32,394,295	\$ 432,604	\$ -	\$ 31,345,079	\$ 32,394,295
Capital assets	109,560,344	124,652,152	12,744,564	-	122,304,908	124,652,152
Total Assets	140,472,819	157,046,447	13,177,168	-	153,649,987	157,046,447
Long-term liabilities outstanding	71,413,761	73,922,536	-	-	71,413,761	73,922,536
Other liabilities	4,276,685	3,902,159	-	-	4,276,685	3,902,159
Total Liabilities	75,690,446	77,824,695	-	-	75,690,446	77,824,695
Net assets:						
Invested in capital assets,						
net of related debt	51,184,225	61,596,577	12,744,564	-	63,928,789	61,596,577
Restricted	227,635	219,635	-	-	227,635	219,635
Unrestricted	13,370,513	17,405,540	432,604	-	13,803,117	17,405,540
Total Net Assets	\$ 64,782,373	\$ 79,221,752	\$ 13,177,168	\$ -	\$ 77,959,541	\$ 79,221,752

An additional portion of the Town of North Haven's net assets (\$227,635) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets \$13,803,117 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Town of North Haven is able to report positive balances in all three categories of net assets. The same situation held true for the prior fiscal year.

The Town's total net assets decreased by \$1,262,211 during the current fiscal year.

Governmental activities. Governmental activities decreased the Town of North Haven's net assets by \$14,439,379. Key elements of this decrease are as follows:

Town Revenue-General included the receipt of \$4,000,000 from the Connecticut Resource Recovery Authority (CRRRA). This helped offset the use of \$3,398,182 of appropriated fund balance. The decrease is also related to the fact that the Town transferred assets of \$13,624,881 to a new enterprise fund. In addition, the Town implemented GASB 45 which reduced net assets by \$2,498,405.

Town of North Haven's Changes in Net Assets
Years Ended June 30, 2009 and 2008

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program Revenues:						
Charges for services	\$ 3,668,115	\$ 7,208,232	\$ 2,419,323	\$ -	\$ 6,087,438	\$ 7,208,232
Operating grants and contributions	9,847,702	9,596,836	-	-	9,847,702	9,596,836
Capital grants and contributions	379,113	233,083	-	-	379,113	233,083
General Revenues:						
Property taxes	67,237,887	64,446,265	-	-	67,237,887	64,446,265
Grants and contributions not restricted to specific programs	2,142,670	1,848,601	-	-	2,142,670	1,848,601
Interest income	441,733	1,064,896	4,568	-	446,301	1,064,896
Other	5,573,538	531,238	-	-	5,573,538	531,238
Special item (Note 17)	(13,624,881)	-	13,624,881	-	-	-
Total revenues	75,665,877	84,929,151	16,048,772	-	91,714,649	84,929,151
Expenses:						
General government	9,311,034	9,847,595	-	-	9,311,034	9,847,595
Public safety	13,436,844	12,440,770	-	-	13,436,844	12,440,770
Public works	8,563,617	9,282,137	2,871,604	-	11,435,221	9,282,137
Health and welfare	1,394,590	1,185,275	-	-	1,394,590	1,185,275
Culture and recreation	1,314,152	1,095,331	-	-	1,314,152	1,095,331
Education	56,085,019	53,480,554	-	-	56,085,019	53,480,554
Total expenses	90,105,256	87,331,662	2,871,604	-	92,976,860	87,331,662
Change in net assets	(14,439,379)	(2,402,511)	13,177,168	-	(1,262,211)	(2,402,511)
Net assets, beginning	79,221,752	81,624,263	-	-	79,221,752	81,624,263
Net assets, ending	\$ 64,782,373	\$ 79,221,752	\$ 13,177,168	\$ -	\$ 77,959,541	\$ 79,221,752

Business-type activities. In the current year, the Water Pollution Control Authority became a proprietary fund as the intent of the fund is to be self sustaining. Business-type activities increased the Town of North Haven's net assets by \$13,177,168. The major factor in this increase was the fact that the Town transferred assets of \$13,624,881 to the new fund. It was partly reduced by a \$587,661 charge for depreciation.

Financial Analysis of the Government's Funds

As noted earlier, the Town of North Haven uses fund accounting to ensure and demonstrate compliance with financial-related legal requirements.

Governmental funds. The focus of the Town of North Haven's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town of North Haven's financial requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town of North Haven's governmental funds reported combined ending fund balances of \$20,817,279, an increase of \$844,891 in comparison with the prior year. \$423,150 of this fund balance is reserved to indicate that it is not available for new spending because it has already been committed: 1) to liquidate contracts and purchase orders of the prior period \$172,856, or 2) for a variety of other restricted purposes \$250,294. Additionally, \$2,735,416 is designated for debt retirement, and \$3,875,000 is designated for the subsequent year's budget.

The general fund is the chief operating fund of the Town of North Haven. At the end of the current fiscal year, unreserved and undesignated fund balance of the general fund was \$6,906,503, while total fund balance reached \$13,699,629. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved and undesignated fund balance represents 8.3% of the total general fund expenditures, while total fund balance represents 16.4% of that same amount.

The fund balance of the Town of North Haven's general fund increased by \$378,902 during the current fiscal year. This was mainly the result of a CRRA refund of \$4,000,000, which offset the budgeted use of the fund balance.

Proprietary funds. The Town of North Haven's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Water Pollution Control Authority at the end of the year amounted to \$432,604. The total increase in net assets of the fund was \$13,177,168. \$13,624,881 of which was from the transfer of capital assets and accounts receivable from the General Fund to the Water Pollution Control Authority. Other factors concerning the finances of this fund has already been addressed in the discussion of the Town of North Haven's business-type activities.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget was a \$2,015,691 decrease in appropriations, the removal of WPCA related accounts to a separate enterprise fund account, and can be briefly summarized as follows:

General Government	\$ 112,750
Public Safety	20,000
Contingency	(300,000)
Public Works	(1,848,441)
Total	<u><u>\$ (2,015,691)</u></u>

Budget variances in the General Fund were attributable to various revenue items. Actual revenues exceeded budgeted revenues by \$728,610. Town Revenue-General was over budget by \$4,000,000 due to a refund from CRRA. The variance also included the use of fund balance in the amount of \$3,398,182.

Capital Asset and Debt Administration

Capital assets. The Town of North Haven's investment in capital assets for its governmental type activities as of June 30, 2009, amounts to \$109,560,344 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges. The Town of North Haven's investment in capital assets for its business-type activities as of June 30, 2009 amounts to \$12,744,564. This investment in capital assets includes buildings and systems along with machinery and equipment. The total increase in the Town of North Haven's investment in capital assets for the current fiscal year was 4%.

Major capital asset events during the current fiscal year included various equipment purchases in the amount of \$683,273.

Town of North Haven's Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
Land	\$ 2,526,507	\$ 2,526,507	\$ -	\$ -	\$ 2,526,507	\$ 2,526,507
Building and system	120,803,435	134,833,846	14,359,280	-	135,162,715	134,833,846
Improvements other than building	870,100	948,258	-	-	870,100	948,258
Machinery and equipment	14,442,900	18,559,804	4,776,485	-	19,219,385	18,559,804
Infrastructure	27,189,143	49,529,259	22,424,647	-	49,613,790	49,529,259
Total	\$ 165,832,085	\$ 206,397,674	\$ 41,560,412	\$ -	\$ 207,392,497	\$ 206,397,674

Additional information on the Town of North Haven's capital assets can be found in Note 7 of this report.

Long-term debt. At the end of the current fiscal year, the Town of North Haven had total bonded debt outstanding of \$57,800,000 which is backed by the full faith and credit of the government.

Town of North Haven's Outstanding Debt

General Obligation Bonds

	Governmental Activities	
	June 30, 2009	June 30, 2008
General Obligation Bonds	\$ 57,800,000	\$ 61,815,000

The Town of North Haven's total bonded debt decreased by \$4,015,000 (6.5%) during the current fiscal year.

The Town of North Haven maintains an "Aa2" rating from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times total tax collections. The current debt limitation for the Town of North Haven's outstanding general obligation debt is \$476,908,000.

Additional information on the Town of North Haven's long-term debt can be found in Note 8 of this report.

Economic Factors and Next Year's Budget and Rates.

- ♦ The unemployment rate from the Town of North Haven is currently 6.4 percent.
- ♦ Inflationary trends in the region are comparable to national indices.

These factors were considered in preparing the Town of North Haven's budget for the 2009 fiscal year.

During the current fiscal year, unreserved and undesignated fund balance in the general fund increased by \$651,054.

Requests for Information

This financial report is designed to provide a general overview of the Town of North Haven's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Office, Town of North Haven, 18 Church Street, North Haven, Connecticut 06473.

TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF NET ASSETS

June 30, 2009

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 24,334,505	\$ 348,809	\$ 24,683,314
Investments	24,012	-	24,012
Receivables, net of allowance for collection losses:			
Property taxes	4,262,955	-	4,262,955
Assessments and user charges	171,906	199,870	371,776
Intergovernmental	1,911,306	-	1,911,306
Other	34,787	-	34,787
Due from other funds	116,075	(116,075)	-
Prepaid	22,659	-	22,659
Inventories	24,116	-	24,116
Pension assets	10,154	-	10,154
Capital assets not being depreciated	2,526,507	-	2,526,507
Capital assets being depreciated, net of accumulated depreciation	107,033,837	12,744,564	119,778,401
Total assets	140,472,819	13,177,168	153,649,987
Liabilities			
Current liabilities:			
Accounts payable	2,953,104	-	2,953,104
Accrued interest payable	1,048,076	-	1,048,076
Unearned revenue	275,505	-	275,505
Noncurrent liabilities:			
Due in less than one year	5,004,638	-	5,004,638
Due in more than one year	66,409,123	-	66,409,123
Total liabilities	75,690,446	-	75,690,446
Net Assets			
Investment in capital assets, net of related debt	51,184,225	12,744,564	63,928,789
Restricted:			
Permanently restricted	227,635	-	227,635
Unrestricted	13,370,513	432,604	13,803,117
Total net assets	\$ 64,782,373	\$ 13,177,168	\$ 77,959,541

The notes to the financial statements are an integral part of this statement.

* After internal receivables and payables have been eliminated.

TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2009

Functions/Programs	Expenses	Indirect Expense Allocations	Program Revenues			Net (Expense) Revenue and Change in Net Assets		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:								
Governmental activities:								
General government	\$ (9,037,911)	\$ (273,123)	\$ 432,740	\$ -	\$ -	\$ (8,878,294)	\$ -	\$ (8,878,294)
Public safety	(13,436,844)	-	578,624	79,605	-	(12,778,615)	-	(12,778,615)
Public works	(8,563,617)	-	646,200	302,402	34,300	(7,580,715)	-	(7,580,715)
Health and welfare	(1,394,590)	-	102,367	367,675	-	(924,548)	-	(924,548)
Cultural and recreation	(1,314,152)	-	417,581	27,934	101,499	(767,138)	-	(767,138)
Education	(53,626,915)	(2,458,104)	1,490,603	9,070,086	243,314	(45,281,016)	-	(45,281,016)
Interest on long-term debt	(2,731,227)	2,731,227	-	-	-	-	-	-
Total governmental activities	(90,105,256)	-	3,668,115	9,847,702	379,113	(76,210,326)	-	(76,210,326)
Business-type activities:								
WPCA	(2,871,604)	-	2,419,323	-	-	-	(452,281)	(452,281)
Total primary government	(92,976,860)	-	6,087,438	9,847,702	379,113	(76,210,326)	(452,281)	(76,662,607)
General revenues:								
Property taxes						67,237,887	-	67,237,887
Grants and contributions not restricted to specific programs						2,142,670	-	2,142,670
Investment income						441,733	4,568	446,301
Miscellaneous						5,573,538	-	5,573,538
Special item (Note 17)						(13,624,881)	13,624,881	-
Total general revenues						61,770,947	13,629,449	75,400,396
Change in net assets						(14,439,379)	13,177,168	(1,262,211)
Net assets - beginning						79,221,752	-	79,221,752
Net assets - ending						\$ 64,782,373	\$ 13,177,168	\$ 77,959,541

The notes to the financial statements are an integral part of this statement

TOWN OF NORTH HAVEN, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2009

	Major Fund		Nonmajor	Total
	General		Governmental	Governmental
	Fund		Funds	Funds
Assets				
Cash and cash equivalents	\$ 18,323,540	\$	5,962,198	\$ 24,285,738
Investments	-		24,012	24,012
Receivables (net of allowances for collection losses):				
Property taxes	4,262,955		-	4,262,955
Assessments and user charges	171,906		-	171,906
Intergovernmental	1,726,019		185,287	1,911,306
Other	31,055		-	31,055
Due from other funds	403,843		2,092,393	2,496,236
Prepaid items	9,854		12,805	22,659
Inventories	-		24,116	24,116
Total assets	\$ 24,929,172	\$	8,300,811	\$ 33,229,983
Liabilities				
Accounts payable	\$ 2,268,393	\$	650,081	\$ 2,918,474
Unearned revenues	57,193		218,312	275,505
Deferred revenues	6,838,564		-	6,838,564
Due to other funds	2,065,393		314,768	2,380,161
Total liabilities	11,229,543		1,183,161	12,412,704
Fund balances				
Reserved for:				
Encumbrances	172,856		-	172,856
Endowments	-		227,635	227,635
Prepaid items	9,854		12,805	22,659
Unreserved, designated for:				
Debt retirement	2,735,416		-	2,735,416
Subsequent year's budget	3,875,000		-	3,875,000
Unreserved/undesignated, reported in:				
Special revenue funds	-		2,852,665	2,852,665
Capital projects funds	-		3,983,951	3,983,951
General Fund	6,906,503		-	6,906,503
Permanent funds	-		40,594	40,594
Total fund balances	13,699,629		7,117,650	20,817,279
Total liabilities and fund balances	\$ 24,929,172	\$	8,300,811	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets, net of accumulated depreciation, used in governmental fund are not financial resources and, therefore, are not reported in the funds.	109,560,344
Deferred revenue	6,838,564
Pension asset	10,154
Accrued interest	(1,048,076)
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	17,869
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(71,413,761)

Net assets of governmental activities

\$ 64,782,373

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS**
For the Year Ended June 30, 2009

	Major Fund	Nonmajor	Total
	General	Governmental	Governmental
	Fund	Funds	Funds
REVENUES			
Property taxes	\$ 68,084,739	\$ -	\$ 68,084,739
Licenses, permits, fees and fines	1,114,246	-	1,114,246
Intergovernmental	9,138,538	3,484,129	12,622,667
Investment income	384,205	61,650	445,855
Charges for services	-	2,553,869	2,553,869
Net decrease in fair value of investments	-	(4,122)	(4,122)
Contributions	-	44,229	44,229
Other	6,075,762	853,714	6,929,476
Total revenues	84,797,490	6,993,469	91,790,959
EXPENDITURES			
Current:			
General Government	5,941,039	-	5,941,039
Public Safety	7,454,687	862,181	8,316,868
Public Works	5,192,010	323,382	5,515,392
Health and Welfare	686,075	473,312	1,159,387
Culture and Recreation	562,389	438,563	1,000,952
Benefits and Insurance	7,774,337	-	7,774,337
Education	45,468,390	4,020,241	49,488,631
Other	1,207,761	-	1,207,761
Principal retirements	4,964,540	-	4,964,540
Interest	2,774,638	-	2,774,638
Capital outlay	1,510,056	1,292,467	2,802,523
Total expenditures	83,535,922	7,410,146	90,946,068
Revenues over (under) expenditures	1,261,568	(416,677)	844,891
OTHER FINANCING SOURCES (USES)			
Transfers in	177,576	1,060,242	1,237,818
Transfers out	(1,060,242)	(177,576)	(1,237,818)
Total other financing sources (uses)	(882,666)	882,666	-
Net change in fund balances	378,902	465,989	844,891
FUND BALANCES, beginning	13,320,727	6,651,661	19,972,388
FUND BALANCES, ending	\$ 13,699,629	\$ 7,117,650	\$ 20,817,279

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended June 30, 2009

Amounts reported for governmental activities in the statement of activities
are different because:

Net changes in fund balances - total governmental funds (Page 14)	\$ 844,891
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	(1,775,933)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(2,500,201)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	5,142,465
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	(2,543,589)
The net revenue (expense) of certain activities of internal service funds is reported with governmental activities.	17,869
Special item (Note 17)	<u>(13,624,881)</u>
Change in net assets of governmental activities (Page 12)	<u>\$ (14,439,379)</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF REVENUES AND EXPENDITURES - BUDGETARY BASIS - BUDGET AND ACTUAL -

GENERAL FUND

For the Year Ended June 30, 2009

	Budgeted Amounts			Variance With
		Revised		Final Budget
	Original	Final	Actual	Positive
				(Negative)
REVENUES				
Property taxes, interest and lien fees	\$ 68,126,966	\$ 68,126,966	\$ 68,084,739	\$ (42,227)
Education Grants	3,695,222	3,695,222	3,695,868	646
Other government grants	1,847,572	1,847,572	2,142,670	295,098
Investment income	770,000	770,000	384,205	(385,795)
Town Revenue General	3,486,885	1,591,285	5,748,213	4,156,928
Licenses, permits, fees and fines	1,002,300	982,300	1,114,246	131,946
Reimbursables	405,000	405,000	-	(405,000)
Total revenues	79,333,945	77,418,345	81,169,941	3,751,596
EXPENDITURES				
Current:				
General Government	6,123,961	5,802,604	5,802,604	-
Public safety	7,425,586	7,455,683	7,455,683	-
Public works	6,461,129	5,063,745	5,063,745	-
Public services	750,307	685,920	685,920	-
Recreational	526,899	562,554	562,554	-
Employee benefits	8,328,542	8,090,847	7,787,891	302,956
Education	42,189,085	42,189,085	42,168,339	20,746
Reimburseables	405,000	404,812	404,812	-
Miscellaneous	1,399,070	1,207,761	1,207,761	-
Capital	1,542,002	1,552,386	1,552,386	-
Debt service	7,334,366	7,334,366	7,334,366	-
Total expenditures	82,485,947	80,349,763	80,026,061	323,702
Revenues over (under) expenditures	(3,152,002)	(2,931,418)	1,143,880	4,075,298
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	177,576	177,576
Transfers out	(246,180)	(366,673)	(1,060,242)	(693,569)
Other	-	-	197,620	197,620
Appropriated fund balance	3,398,182	3,398,182	-	(3,398,182)
Total other financing sources (uses)	3,152,002	3,031,509	(685,046)	(3,716,555)
EXCESS OF REVENUES AND OTHER				
FINANCING SOURCES OVER (UNDER)				
EXPENDITURES AND OTHER FINANCING				
USES				
	\$ -	\$ 100,091	\$ 458,834	\$ 358,743

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS

June 30, 2009

	Business-Type Activities Enterprise Fund Water Pollution Control Authority	Governmental Activities Internal Service Fund Dental Self- Insurance Fund
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 348,809	\$ 48,767
Accounts receivable	199,870	3,732
Total current assets	<u>548,679</u>	<u>52,499</u>
Capital Assets, net of accumulated depreciation	12,744,564	-
Total assets	<u>13,293,243</u>	<u>52,499</u>
LIABILITIES		
Current liabilities:		
Due to General Fund	116,075	-
Claims payable	-	34,630
Total current liabilities	<u>116,075</u>	<u>34,630</u>
Total liabilities	<u>116,075</u>	<u>34,630</u>
NET ASSETS		
Invested in capital assets, net of related debt	12,744,564	-
Unrestricted	432,604	17,869
Total net assets	<u>\$ 13,177,168</u>	<u>\$ 17,869</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS -
PROPRIETARY FUNDS**

For the Year Ended June 30, 2009

	Business-Type Activities Enterprise Fund Water Pollution Control Authority	Governmental Activities Internal Service Fund Dental Self- Insurance Fund
OPERATING REVENUES		
Water use fees and charges	\$ 2,419,323	\$ -
Premiums	-	564,041
Total operating revenues	2,419,323	564,041
OPERATING EXPENSES		
Claims	-	500,102
Depreciation	587,661	-
Administration and operations	2,283,943	46,070
Total operating expenses	2,871,604	546,172
Operating (loss) income	(452,281)	17,869
NONOPERATING REVENUES (EXPENSES)		
Interest on investments	4,568	-
Total nonoperating revenue (expenses)	4,568	-
Special Item (Note 17)	13,624,881	-
Change in net assets	13,177,168	17,869
FUND NET ASSETS, beginning	-	-
FUND NET ASSETS, ending	\$ 13,177,168	\$ 17,869

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

For the Year Ended June 30, 2009

	Business-Type Activities Enterprise Fund Water Pollution Control Authority	Governmental Activities Internal Service Fund Dental Self- Insurance Fund
Cash Flows From Operating Activities		
Cash received from charges for services	\$ 2,528,459	\$ 560,309
Cash paid to vendors and beneficiaries	(2,167,868)	(511,542)
Net cash provided by operating activities	360,591	48,767
Cash Flows From Capital and Related Financing Activities		
Purchase of capital assets	(16,350)	-
Net cash used in capital and related financing activities	(16,350)	-
Cash Flows From Investing Activities		
Interest received on investments	4,568	-
Net cash provided by investing activities	4,568	-
Net increase in cash and cash equivalents	348,809	48,767
Cash and Cash Equivalents		
Beginning	-	-
Ending	\$ 348,809	\$ 48,767
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating (loss) income	\$ (452,281)	\$ 17,869
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	587,661	-
Changes in assets and liabilities:		
Decrease (Increase) in accounts receivable	109,136	(3,732)
Increase in due to other funds	116,075	-
Decrease in claims payable	-	34,630
Net cash provided by operating activities	\$ 360,591	\$ 48,767
Schedule of Noncash Capital and Related Financing Activities		
Special item (Note 17)	\$ 13,624,881	\$ -

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS

June 30, 2009

	Pension Trust Funds	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 290,131	\$ 2,293,439
Accounts receivable	345,169	-
Investments, at fair value:		
U.S. government and agency notes and bonds	9,983,451	-
Corporate bonds	14,718,845	-
Money market mutual funds	642,032	-
Equity mutual funds	28,029,420	-
Total investments	53,373,748	-
Total assets	54,009,048	2,293,439
LIABILITIES		
Due to student groups and agencies	-	2,293,439
Total liabilities	-	2,293,439
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	\$ 54,009,048	\$ -

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - FIDUCIARY FUNDS

For the Year Ended June 30, 2009

	Pension Trust Funds
ADDITIONS	
Contributions	
Employer	\$ 3,075,021
Plan members	158,451
Total contributions	<u>3,233,472</u>
Investment Income	
Net depreciation in fair value of investments	(8,141,851)
Interest and dividends	1,275,115
	<u>(6,866,736)</u>
Less investment expenses:	
Investment management fees	47,900
Net investment loss	<u>(6,914,636)</u>
Total deletions	<u>(3,681,164)</u>
DEDUCTIONS	
Benefits	3,982,066
Administration	18,223
	<u>4,000,289</u>
Changes in net assets	(7,681,453)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
Beginning of year	<u>61,690,501</u>
End of year	<u>\$ 54,009,048</u>

The notes to the financial statements are an integral part of this statement.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS June 30, 2009

Note 1. Significant Accounting Policies

Reporting entity

The Town of North Haven, Connecticut (the "Town"), was incorporated in 1786 under the provisions of the Home Rule Law of the State of Connecticut. It operates under a Board of Selectmen form of government and provides services as authorized by its charter including public safety (police and fire), sanitation, health and social services, recreation, education and general administrative services. The accompanying financial statements conform to accounting principles generally accepted in the United States of America as applicable to governments.

Accounting principles generally accepted in the United States of America require that the reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in the Governmental Accounting Standards Board Codification, Section 2100, have been considered and there are no agencies or entities, which should be presented with the Town.

Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and the major individual enterprise fund are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and the fiduciary fund financial statements. The agency funds are reported using the accrual basis of accounting but do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred,

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year when levied for. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred as under accrual accounting, however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due (matured).

Property taxes, when levied for, intergovernmental revenue when eligibility requirements are met, licenses, charges for services and interest associated with the current fiscal period are all considered to be measurable and so have been recognized as revenues of the current fiscal period, if available. All other revenue items are considered to be measurable and available only when cash is received by the Town.

The Town reports the following major governmental fund:

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Town reports the following major proprietary fund:

The *Water Pollution Control Authority Fund* accounts for the operations of the Town's sewer use.

Additionally, the Town reports the following fund types:

The *Internal Service Fund* accounts for dental costs provided to the Town and Board of Education.

The *Pension Trust Funds* account for the activities of the four individual retirement plans: General Employees, Police Department, Fire Department and Volunteer Firefighters of North Haven. These funds accumulate resources for pension benefit payments to qualified employees. These funds use the economic resources measurement focus.

The *Agency Funds* account for monies held on behalf of students and amounts held for bond deposits.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements and enterprise fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The Town has elected not to follow subsequent private sector guidance.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation. Exceptions to this general rule are charges between the proprietary funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services and other funds for premium costs. Operating expenses for proprietary funds, including both enterprise funds and internal service funds, include the cost of operations and maintenance, claims expense, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, and then unrestricted resources, as they are needed.

Pension plan accounting

Pension Trust Funds:

The Pension Trust Funds are reported on the accrual basis of accounting. Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative costs are financed through investment earnings. Stand-alone statements are not issued.

Governmental Activities:

The net pension obligation (asset), the cumulative difference between annual pension cost and the Town's contributions to the plan since 1986, is calculated on an actuarial basis consistent with the requirements of Government Accounting Standards Board Statement No. 27. Expenditures are recognized when they are paid or are expected to be paid with current available resources. The pension obligation (asset) is recorded as a non-current liability (asset) in the government-wide financial statements.

Funding Policy:

The Town funds the contributions to its pension plans based on actuarial valuations.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Net other post-employment benefit obligations

In fiscal year 2009, the Town implemented GASB Statement No. 45, *"Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions."* This pronouncement required the Town to calculate and record a net other post-employment benefit obligation (NOPEBO) at June 30, 2009. The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since July 1, 2008.

Accounting estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

Encumbrances

Encumbrances represent commitments related to contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as a reservation of fund balance as they do not constitute either expenditures or liabilities.

Property taxes

Property taxes are assessed as of October 1 and levied on the following June 1st. Real estate taxes are generally due and payable in two installments on July 1 and January 1. Motor vehicle taxes are due and payable in one installment on July 1. Payments not received within one month after the due date become delinquent, with interest charged at the rate of 1 ½% per month. Assessments for real and personal property, excluding motor vehicles, are computed at 70% of the market value. Liens are recorded July 1.

Cash equivalents

The Town considers all certificates of deposit, money market accounts and highly liquid short-term investment funds with maturities of three months or less to be cash equivalents.

Allowance for doubtful accounts

Accounts and notes receivable for the primary government are reported net of allowance for doubtful accounts. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon past collection history and an assessment of the creditor's ability to pay.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued **June 30, 2009**

Investments

Investments for the government are reported at fair value based on quoted market prices. Most of the Town's investments are recorded in the Pension Trust Fund.

The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares.

The balance of the pooled fixed income investments were invested in a pool similar to a 2a-7. The fair value of the position in the pool is the same as the value of the pool shares. These investments are stated at amortized cost.

Risks and uncertainties

The Town invests in various securities, including commercial paper and government-sponsored enterprises. Investment securities, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. This and other economic events have had a significant adverse impact on investment portfolios. Due to the level of risks associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statements of financial position and activities.

Inventory

Inventory is stated at the lower of cost or market, determined on a first-in, first-out basis. Governmental fund type inventory consists of expendable supplies and is recorded as an expenditure when consumed.

Restricted assets

The restricted assets for the Town are restricted for endowment purposes. The Town has several bequests that restrict expenditures to investment income and only for the donor designated purpose.

Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental column in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$1,000, and an estimated useful life in excess of two-years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	50
Building improvements	20
Public domain infrastructure	15-50
Vehicles	5-8
Office equipment	5-20
Computer equipment	5

In the governmental fund financial statements, capital assets are reported as expenditures and no depreciation expense is recorded.

Compensated absences

It is the Town's policy to permit employees to accumulate a limited amount of earned but unused vacation and sick pay benefits. Vacation pay and certain sick leave benefits are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Compensated absences are generally paid out of the General Fund.

Long-term obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and deferred gains/losses on refundings. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. Bond principal payments are recorded as expenditures. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund equity and net assets

In the government-wide financial statements and proprietary fund financial statements, net assets are classified in the following categories:

Invested in Capital Assets, Net of Related Debt - This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

Restricted Net Assets - This category represents the net assets of the Town, which are restricted by external parties.

Unrestricted Net Assets - This category represents the net assets of the Town, which are not restricted for any project or other purpose. Deficit will require future funding.

In the fund financial statements, fund balances of governmental funds are classified in three separate categories. The categories, and their general meanings, are as follows:

Reserved fund balance – indicates that portion of fund equity that is not available for appropriation or which has been legally segregated for specific purposes.

Unreserved/Designated fund balance – indicates that portion of fund equity for which the Town has made tentative plans.

Unreserved/undesignated fund balance – indicates that portion of fund equity which is available for appropriation and expenditure in future periods.

Note 2. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds, and net assets - governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this difference are as follows:

Bond premium	\$ 2,014,317
Bonds payable	57,800,000
Capital leases payable	187,194
Net pension obligation	609,049
Landfill costs	160,000
Net loss on refunding	(373,513)
Notes payable	3,510,045
Claims payable	808,000
Compensated absences	4,200,264
OPEB obligation	<u>2,498,405</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental activities	<u><u>\$ 71,413,761</u></u>

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds, and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay	\$ 1,366,224
Depreciation expense	<u>(3,142,157)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (1,775,933)</u>

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this difference are as follows:

Principal repayments:	
General obligation debt and notes payable	\$ 4,964,530
Payment of capital lease	60,979
Amortization of premium	<u>116,956</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 5,142,465</u>

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Another element of that reconciliation states that "some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds." The details of this difference are as follows:

Compensated absences	\$ (235,052)
Accrued interest	90,101
Net pension obligation	(5,543)
Amortization of refunding amounts	(46,690)
Claims payable	142,000
Landfill costs	10,000
OPEB obligation	<u>(2,498,405)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (2,543,589)</u>

Note 3. Budgets and Budgetary Accounting

Budgetary Information

Town department heads, except for education, submit expenditure requests to the Board of Selectmen 90 days or more before the annual budget Town meeting, which is held on the second Monday in May unless otherwise scheduled. Not less than 70 days before the annual meeting, the Board of Selectmen after review of these initial estimates, compile the revised estimates and submit them to the Board of Finance. The Education Department, not less than 70 days before the annual meeting, submits its requests directly to the Board of Finance.

One or two more public hearings are held on the budget not less than 21 days before the annual meeting. The budget becomes effective when approved at the annual meeting. No appropriation can be made exceeding that which was originally recommended by the Board of Finance. An appropriation for less than was recommended can be instituted if approved by a majority of those present and voting.

Special budget appropriations must be approved by the Board of Finance and, if in excess of \$20,000, recommended to the Town Meeting for approval. During the fiscal year ended June 30, 2009 there were special appropriations totaling \$133,000. The Board of Finance has the power to transfer any portion of the cash surplus not otherwise appropriated.

The annual operating budget for the Town of North Haven is approved at the line item level (e.g. Town Clerk). The budget for the Department of Education is approved as a single amount. The legal level of budgetary control is at the department level. Management can make transfers within a department without limit and without approval from the Board of Finance. The Board of Finance may also approve transfers from contingency for any lawful purpose. Required transfers are tracked continuously and are formally

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

adopted immediately after the end of the fiscal year as part of the end of the fiscal closing of the budget. Appropriations for goods not received or for capital construction projects or work-in-progress may continue in force. Appropriations which have been continued but not utilized lapse if five fiscal years shall elapse without any expenditure or encumbrance.

Only the General Fund has a legally adopted annual budget.

Additional appropriations may be made after the budget's adoption by either the Board of Finance or at a Town meeting.

Except for the Board of Education and Probate Court, all departments wishing to make budgetary transfers must have them approved by the Board of Finance.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitment will be re-appropriated and honored during the subsequent year.

Note 4. Cash, Cash Equivalents and Investments

Deposits: The Town has a policy that deposits can include demand and savings accounts and certificates of deposits. The Town's custodial credit risk policy is to only allow the Town to use banks that are in the State of Connecticut. The Town follows the State of Connecticut collateral requirements for deposits. The State of Connecticut requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank's risk based capital ratio.

Investments: The investment policies of the Town conform to the policies as set forth by the State of Connecticut. The Town does not have a custodial credit risk policy. The Town's policy is to only allow prequalified financial institution broker/dealers and advisors. The Town policy allows investments in the following: (1) obligations of the United States and its agencies; (2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof; and (3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the Connecticut Short Term Investment Fund and the Tax Exempt Proceeds Fund.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Other provisions of the Statutes cover specific municipal pension funds with particular investment authority and do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries (i.e., prudent person rule) and the provisions of the applicable plan. Their approved policies target an asset mix to provide the probability of meeting or exceeding the return objectives at the lowest possible risk. The set asset allocation parameters are as follows:

Equities	40-70%
Bonds	30-60%
Cash Equivalents	5-30%

Interest Rate Risk: The Town's and the pension fund's policy is to limit its exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual fund, or similar investment pools.

Concentrations: The Town's policy is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity.

The following represents the investments in the pension plans that represents more than 5% of the plan's net assets as of June 30, 2009:

Vanguard 500 Index Fund
Vanguard Intl Index Fund

Custodial credit risk:

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2009, \$16,010,000 of the Town's bank balance of \$19,288,000 was uninsured and uncollateralized.

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Town and the pension funds do not have custodial credit risk policies for investments.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Cash and investments of the Town consist of the following at June 30, 2009:

Cash and Cash Equivalents

Deposits with financial institutions	\$ 18,666,090
State of Connecticut Short-Term Investment fund	7,256,419
Municipal Backed Investment Fund	1,344,375
Total cash and cash equivalents	27,266,884

Investments

Permanent Funds	
Common Stock	24,012 *
Total permanent	24,012

Pension Trust Funds:

U.S. Government Securities	4,614,706 *
U.S. Treasury Notes	691,227 *
Municipal Bonds	4,677,518 *
Corporate Debt	14,718,845 *
Equity Mutual Funds	28,029,420
Money Market Mutual Funds	642,032
Total pension investments	53,373,748

Total investments	53,397,760
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Total cash, cash equivalents and investments	\$ 80,664,644
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* These investments are uninsured and unregistered, with securities held by the counterparty, but not in the Town's or the pension fund's name.

Cash, cash equivalents and investments are classified in the accompanying financial statements as follows:

Statement of Net Assets

Cash and cash equivalents	\$ 24,683,314
Investments	24,012
	24,707,326

Fiduciary Funds:

Cash and cash equivalents	2,583,570
Investments	53,373,748
	55,957,318

Total cash, cash equivalents and investments	\$ 80,664,644
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TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Interest rate risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Information about the exposure of the Town's debt type investments to this risk using the segmented time distribution model is as follows:

Type of Investment	Fair Value	Investment Maturities (In Years)		
		Less Than 1 Year	1-5 Years	6-10 Years
U.S. Government Securities	4,614,706	\$ -	\$ 3,195,362	\$ 1,419,344
U.S. Treasury Notes	691,227	-	691,227	-
Municipal Bonds	4,677,518	-	2,797,209	1,880,309
Corporate Debt	14,718,845	2,000,302	11,750,221	968,322
Pooled Fixed Income	8,600,794	8,600,794	-	-
Money Market Mutual Funds	642,032	642,032	-	-
Total	\$ 33,945,122	\$ 11,243,128	\$ 18,434,019	\$ 4,267,975

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. Presented below is the actual rating as required for each debt type investment.

Average Rating	U.S. Treasury Notes	Municipal Bonds	Corporate Debt	Pooled Fixed Income	Money Market Mutual Funds
AAA	\$ 691,227	\$ 2,747,418	\$ 1,038,526	\$ 1,344,375	\$ -
AAA/M	-	-	-	7,256,419	-
AA+	-	1,064,200	1,497,539	-	-
AA	-	508,815	1,760,777	-	-
AA-	-	357,085	503,658	-	-
A+	-	-	1,123,904	-	-
A	-	-	4,699,064	-	-
A-	-	-	3,522,486	-	-
BBB+	-	-	572,891	-	-
Unrated	-	-	-	-	642,032
Total	\$ 691,227	\$ 4,677,518	\$ 14,718,845	\$ 8,600,794	\$ 642,032

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

Note 5. Deferred Revenue/Unearned Revenue

Governmental funds recognize deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also recognize unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue and deferred revenue reported in the governmental funds were as follows:

	Deferred Revenues	Unearned Revenue
General Fund:		
School building construction receivable	\$ 1,722,019	\$ -
Delinquent property taxes receivable	3,942,639	-
Water and Sewer assessments	171,906	-
Other	1,002,000	57,193
Nongovernmental Fund:		
Intergovernmental	-	218,312
Total	<u>\$ 6,838,564</u>	<u>\$ 275,505</u>

Receivables and payables

Receivables as of year-end for the Town's individual major funds and non-major funds, in the aggregate, including the applicable allowance for uncollectible accounts, are as follows:

	General	Water Pollution Control Authority	Non-Major Funds	Dental Self- Service Fund	Total Receivables
Taxes - property	\$ 4,773,972	\$ -	\$ -	\$ -	\$ 4,773,972
Sewer Use	-	199,870	-	-	199,870
Intergovernmental	4,000	-	185,287	-	189,287
School building construction receivable	1,722,019	-	-	-	1,722,019
Water and sewer assessment	171,906	-	-	-	171,906
Other	31,055	-	-	3,732	34,787
Total receivables	<u>6,702,952</u>	<u>199,870</u>	<u>185,287</u>	<u>3,732</u>	<u>7,091,841</u>
Less: allowance for doubtful accounts	511,017	-	-	-	511,017
Receivables, net	<u>\$ 6,191,935</u>	<u>\$ 199,870</u>	<u>\$ 185,287</u>	<u>\$ 3,732</u>	<u>\$ 6,580,824</u>

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

Payables as of June 30, 2009 for the Town's individual major funds and non-major funds were as follows:

	General	Non-Major Funds	Total Payables
Vendors	\$ 1,352,273	\$ 469,187	\$ 1,821,460
Retainage payable	-	180,894	180,894
Total payables	\$ 1,352,273	\$ 650,081	\$ 2,002,354

Note 6. Interfund Receivables, Payables and Transfers

At June 30, 2009, interfund balances that resulted from various interfund transactions were as follows:

	Due From Other Funds	Due To Other Funds
General Fund	\$ 403,843	\$ 2,065,393
Sewer Use Fund	-	116,075
Nonmajor Governmental Funds	2,092,393	314,768
	\$ 2,496,236	\$ 2,496,236

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers during the year ended June 30, 2009 were as follows:

	Transfers In	Transfers Out
General Fund	\$ 177,576	\$ 1,060,242
Nonmajor Governmental Funds	1,060,242	177,576
	\$ 1,237,818	\$ 1,237,818

Transfers are used to account for funding of various capital improvements and fund close-outs.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Note 7. Capital Assets

Capital asset activity for the year ended June 30, 2009 was as follows:

	Beginning Balance	Transfers to Enterprise Fund	Increases	Decreases/ Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 2,526,507	\$ -	\$ -	\$ -	\$ 2,526,507
Total capital assets, not being depreciated	2,526,507	-	-	-	2,526,507
Capital assets, being depreciated:					
Land improvements	948,258	-	3,282	(81,440)	870,100
Buildings	134,833,846	(14,342,930)	312,519	-	120,803,435
Computer equipment	654,944	(7,500)	43,229	(1,581)	689,092
Machinery and equipment	17,904,860	(4,768,985)	1,004,103	(386,170)	13,753,808
Infrastructure	49,529,259	(22,424,647)	3,091	81,440	27,189,143
Total capital assets being depreciated	203,871,167	(41,544,062)	1,366,224	(387,751)	163,305,578
Less accumulated depreciation for:					
Land improvements	767,506	-	14,225	-	781,731
Buildings	26,447,021	(5,664,310)	2,400,956	-	23,183,667
Computer equipment	476,715	(7,500)	21,941	(1,581)	489,575
Machinery and equipment	14,829,739	(4,742,519)	312,016	(386,170)	10,013,066
Infrastructure	39,224,541	(17,813,858)	393,019	-	21,803,702
Total accumulated depreciation	81,745,522	(28,228,187)	3,142,157	(387,751)	56,271,741
Total capital assets, being depreciated, net	122,125,645	(13,315,875)	(1,775,933)	-	107,033,837
Governmental activities capital assets, net	\$ 124,652,152	\$ (13,315,875)	\$ (1,775,933)	\$ -	\$ 109,560,344

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

	Beginning Balance	Transfer from Governmental Fund Activities	Increases	Decreases/ Transfers	Ending Balance
Business-type activities:					
Capital assets, being depreciated:					
Buildings	\$ -	\$ 14,342,930	\$ 16,350	\$ -	\$ 14,359,280
Computer equipment	-	7,500	-	-	7,500
Machinery and equipment	-	4,768,985	-	-	4,768,985
Infrastructure	-	22,424,647	-	-	22,424,647
Total capital assets being depreciated	-	41,544,062	16,350	-	41,560,412
Less accumulated depreciation for:					
Buildings	-	5,664,310	324,138	-	5,988,448
Computer equipment	-	7,500	-	-	7,500
Machinery and equipment	-	4,742,519	7,583	-	4,750,102
Infrastructure	-	17,813,858	255,940	-	18,069,798
Total accumulated depreciation	-	28,228,187	587,661	-	28,815,848
Total capital assets, being depreciated, net	-	13,315,875	(571,311)	-	12,744,564
Business-type activities capital assets, net	\$ -	\$ 13,315,875	\$ (571,311)	\$ -	\$ 12,744,564

Depreciation expense was charged to functions/programs of the Town as follows:

Government Activities:

General government	\$ 575,113
Public safety	234,904
Public works	252,545
Health and welfare	2,376
Cultural and recreation	2,227
Education	2,074,992
Total depreciation expense - government activities	<u>\$ 3,142,157</u>

Business-type Activities:

Water Fund	<u>\$ 587,661</u>
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TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Construction commitments

The Town has the following major active construction projects as of June 30, 2009:

Project	Cumulative Authorization	Cumulative Expenditures	Balance June 30, 2009
North Haven High School	\$ 75,000,000	\$ 73,140,835	\$ 1,859,165
Town Hall Renovation	2,000,000	170,839	1,829,161
Streetscape	630,000	480,761	149,239
Total	\$ 77,630,000	\$ 73,792,435	\$ 3,837,565

Note 8. Long-Term Obligations

A summary of changes in outstanding long-term debt during the year ended June 30, 2009 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General Purpose	\$ 7,996,254	\$ -	\$ 631,791	\$ 7,364,463	\$ 605,563
Schools	53,818,746	-	3,383,209	50,435,537	3,019,437
Add: Bond Issuance Premium	2,131,273	-	116,956	2,014,317	116,952
Less: Deferred Amounts on Refunding	(420,203)	-	(46,690)	(373,513)	(46,690)
Notes Payable - Pollution Facility Projects	4,459,575	-	949,530	3,510,045	950,307
Total bonds and notes payable	67,985,645	-	5,034,796	62,950,849	4,645,569
Estimated liabilities for landfill closure costs	170,000	-	10,000	160,000	10,000
Accrued compensated absences	3,965,212	395,829	160,777	4,200,264	300,000
Board of Education Capital Lease	248,173	-	60,979	187,194	49,069
Claims payable	950,000	-	142,000	808,000	-
Net pension obligation	603,506	5,543	-	609,049	-
OPEB obligation	-	2,498,405	-	2,498,405	-
Governmental activity long- term debt	\$ 73,922,536	\$ 2,899,777	\$ 5,408,552	\$ 71,413,761	\$ 5,004,638

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Included within the Governmental Activities - Long-Term Obligations are liabilities for employee compensated absences, which are generally paid from the General Fund. The amounts of these are as follows:

	Sick Pay	Vacation Pay	Total
Town	\$ 3,067,967	\$ 1,051,889	\$ 4,119,856
Board of Education	80,408	-	80,408
Total	\$ 3,148,375	\$ 1,051,889	\$ 4,200,264

Bonds and notes payable at June 30, 2009 are comprised of the following individual issues:

Description	Interest Rate (%)	Issue Date	Maturity Date	Original Amount	Outstanding June 30, 2009
Bonds Payable:					
School Bond	4.75%-6.0%	10/15/00	10/14/21	\$ 1,375,000	\$ 816,000
School Bond - Refunding	3.0%-5.0%	3/15/05	9/1/17	10,970,775	7,424,537
General Improvement Bond	4.76%-6.0%	10/15/00	10/14/21	2,150,000	1,284,000
General Improvement Bond	3.5%-5.0%	6/15/02	6/14/22	6,000,000	3,900,000
General Imp. - Refunding	3.0%-5.0%	3/15/05	9/1/17	1,914,225	1,295,463
School Bond	3.875%-5.0%	4/26/06	7/15/25	22,445,000	21,495,000
General Improvement Bond	3.875%-5.0%	4/26/06	7/15/25	935,000	885,000
School Bond	3.875%-4.75%	1/23/07	7/15/26	21,850,000	20,700,000
Total Bonds Payable					\$ 57,800,000
Notes Payable:					
General Improvement Note	2.0%	10/31/92	10/31/11	\$ 17,964,967	\$ 2,733,300
General Improvement Note	2.0%	4/20/06	4/30/26	889,772	776,745
Total Notes Payables					\$ 3,510,045

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

The annual debt service requirements of general obligation bonds and notes are as follows:

	Bonds		Notes		Total	Total
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 3,625,000	\$ 2,531,332	\$ 950,307	\$ 69,843	\$ 4,575,307	\$ 2,601,175
2011	3,620,000	2,382,807	951,098	50,829	4,571,098	2,433,636
2012	3,620,000	2,234,966	951,906	31,800	4,571,906	2,266,766
2013	3,615,000	2,086,413	41,629	12,754	3,656,629	2,099,167
2014	3,740,000	1,931,750	42,470	11,914	3,782,470	1,943,664
2015	3,900,000	1,764,863	43,327	10,457	3,943,327	1,775,320
2016	3,955,000	1,594,782	44,201	10,182	3,999,201	1,604,964
2017	3,970,000	1,424,469	45,093	9,290	4,015,093	1,433,759
2018	3,980,000	1,247,769	46,004	8,380	4,026,004	1,256,149
2019	3,065,000	1,084,944	46,932	7,452	3,111,932	1,092,396
2020	3,070,000	948,634	47,880	6,504	3,117,880	955,138
2021	3,075,000	793,291	48,846	5,538	3,123,846	798,829
2022	2,905,000	646,938	49,832	4,552	2,954,832	651,490
2023	2,610,000	504,813	50,838	3,546	2,660,838	508,359
2024	2,625,000	376,813	51,864	2,520	2,676,864	379,333
2025	2,635,000	248,188	52,911	2,443	2,687,911	250,631
2026	2,640,000	119,188	44,907	413	2,684,907	119,601
2027	1,150,000	27,313	-	-	1,150,000	27,313
	<u>\$ 57,800,000</u>	<u>\$ 21,949,273</u>	<u>\$ 3,510,045</u>	<u>\$ 248,417</u>	<u>\$ 61,310,045</u>	<u>\$ 22,197,690</u>

Bonds Authorized But Unissued

Authorization of bonds and bonds issued during the fiscal year ended June 30, 2009, are summarized below:

	Revised Authorized and Unissued July 1, 2008	Authorized	Bonds Issued and Funds Applied	Authorized and Unissued June 30, 2009
General Obligation Bonds	\$ 15,000,000	\$ -	\$ -	\$ 15,000,000
School Bonds	6,156,591	-	-	6,156,591
Total	<u>\$ 21,156,591</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,156,591</u>

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

Operating Leases

Commitments under operating lease agreements for equipment and real estate provide for annual payments for the next four years as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Amount</u>
2010	\$ 261,556
2011	88,180
2012	36,614
	<u>\$ 386,350</u>

Rental expense was \$272,000 for the year ended June 30, 2009.

Capital lease

The Town has entered into multi-year capital leases for the purchase of equipment at public schools. The following is a summary of capital lease commitments at June 30, 2009.

<u>Fiscal Year Ended June 30,</u>	<u>Amount</u>
2010	\$ 54,560
2011	54,560
2012	54,560
2013	45,466
Total payments	<u>209,146</u>
Less interest	<u>21,952</u>
Principal balance	<u>\$ 187,194</u>

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Legal debt limit

The Town's indebtedness (including authorized but unissued bonds), net of principal reimbursements expected from the state, does not exceed the legal debt limitation as required by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limit	Indebtedness	Balance
General purpose	\$ 153,291,985	\$ 22,364,463	\$ 130,927,522
Unfunded Pension Benefit Obligation	204,389,313	-	204,389,313
Schools	306,583,970	54,870,109	251,713,861
Sewers	255,486,641	3,510,045	251,976,596
Urban renewal	221,421,756	-	221,421,756
	<u>\$ 1,141,173,665</u>	<u>\$ 80,744,617</u>	<u>\$ 1,060,429,048</u>

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, or \$476,908,000.

School bond reimbursements

The State of Connecticut reimburses the Town for eligible school bond principal and interest costs. The amount of such reimbursement for the year ended June 30, 2009 was \$418,000. Additional payments for principal and interest aggregating \$2,038,000 are to be received through the bonds' maturity dates.

Note 9. Pension Plans

General

The Town of North Haven is the Administrator of five Single Employer Public Employee Retirement Systems, excluding public school teachers (PERS) established and administered by the Town to provide pension benefits for its employees. The pension plans are single employer defined benefit plans. The PERS is considered to be part of the Town of North Haven's financial reporting entity and is included in the Town's financial reports as a pension trust fund. Separate audited pension plan financial statements are not issued. The Town's payroll for general employees covered by the PERS for the year ended June 30, 2009 was \$4,735,000. The covered payroll for the Police Department Plan was \$2,975,000. The covered payroll for the Fire Department Plan was \$1,826,000. The cost for plan administration is paid for by the Plans. Benefits and refunds of the plans are recognized when due and payable in accordance with terms of the plan. Administrative costs are financed through the plans.

The Town's total current year payroll for all employees was \$39,659,000. Public school teachers are covered by a retirement plan administered by the Connecticut State Teacher's Retirement Board ("TRS") to which the Town does not contribute.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

The PERS is Contributory Defined Benefit Plans covering all Town employees deemed eligible.

	General Employees	Policemen	Firefighters	Volunteer Firefighters	Elected Officials
Retirees and beneficiaries currently receiving benefits	169	39	24	35	4
Terminated employees not yet receiving benefits	10	1	-	6	-
Vested	117	23	16	13	-
Non-vested	100	24	14	70	2
Total number of participating employees	396	87	54	124	6

Plan Description

The Pension Plan for General Employees of the Town of North Haven

All Town full-time employees are eligible to participate except those eligible to participate in the Connecticut State Teacher's Retirement System, part-time employees, elected officials, Police, Firemen, and Volunteer Firemen. Employees who retire at or after age 65 (age 55 for the Town Government Management, Clerical/Administrative, Supervisors Union, Social Workers, and Public Works, age 62 for Nurses and Educational Support Staff) with 5 years of credited service are entitled to a retirement benefit, payable monthly for life, equal to a percentage of final average compensation per year of service as follows:

Board of Education: 2% of final average compensation per year of service.

Town Government: 2% of final average compensation per year of service (2.5% for Clerical/Administrative employees). Final average compensation is defined as the average of basic salary earned during the highest three years out of the last five years of employment prior to termination. Benefits fully vest on reaching 10 years of service. Vested employees including Librarians may retire at or after age 55 and receive reduced retirement benefits. Other vested employees including Town Government Management, Clerical/Administrative, Supervisors Unions, Social Workers, and Public Works may retire at or after age 55 and receive full retirement benefits. The Plan also provides death and disability benefits.

Covered Town Government and Board of Education Employees - are required to contribute 3% of their annual earnings to the Plan (4% for Public Works) while there are no required employee contributions for Town Government Management, Clerical/Administrative, Supervisors, Social Workers, or Library Unions. The Town is required to contribute the remaining amounts necessary to pay benefits when due.

The Retirement System for the Police Department of the Town of North Haven

All Police full-time employees are eligible to participate. Employees who retire with 25 years of credited service, but not later than age 65, are entitled to a retirement benefit, payable monthly for life, equal to 2.5% of average annual pay per year of service subject to a maximum of 75%.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Average annual pay is defined as the average of basic rate of compensation earned during the highest three years out of the last five years of employment prior to termination. Benefits fully vest on reaching 10 years of service. The Plan also provides death and disability benefits.

The Town is required by contract to contribute the entire amount necessary to pay benefits when due.

The Town of North Haven Fire Department Pension Plan

All Fire Department full-time employees are eligible to participate. Employees who retire with 25 years of service, but not later than age 65, are entitled to a retirement benefit, payable monthly for life, equal to 2.5% of average annual pay per year of service subject to a maximum of 75%.

Average annual pay is defined as the average of basic rate of compensation earned during the highest three years out of the last five years of employment prior to termination. Benefits fully vest on reaching 10 years of service. The Plan also provides death and disability benefits.

The Town is required by contract to contribute the entire amount necessary to pay benefits when due.

The Town of North Haven Volunteer Firefighters' Pension Plan

Effective July 1, 1991, the Town established a non-contributory Pension Plan exclusively for the benefit of its Volunteer Firefighters in accordance with Section 7-148(c)(5) of the State of Connecticut General Statutes. As the participants are volunteers, there is no payroll for members within the Plan.

Each Volunteer Firefighter who has performed fire duties for the Town prior to the effective date of July 1, 1991 and who was living on July 1, 1991 shall be eligible to participate. Each other Volunteer Firefighter shall become eligible to participate in this Pension Plan on the date fire duties are first performed for the Town, provided the Volunteer Firefighter has not attained age 45 on the first day of performing duties. Volunteer Firefighters who retire at or after age 65 with 20 years of service are entitled to a retirement benefit, payable monthly for life, equal to \$200 per month, plus \$4 per month for each year of service in excess of 20 years up to a maximum monthly benefit of \$300. Volunteer Firefighters who as of their normal retirement date have completed at least 10 years of service as an officer are eligible to receive the Supplemental Officer Benefit up to a maximum monthly benefit of \$5 per month not exceeding \$300.

Benefits fully vest after completing at least 20 years of service. The Plan also provides death and disability benefits.

The Town shall have in effect an agreement or contract or both (the "Trust Agreement") with a corporate trustee or corporate trustees and/or insurance company and/or other financial institution selected by the Town to manage and operate the Trust Fund and to receive, hold, invest and disburse such contributions, interest and other income for the purposes of providing the benefits payable in accordance with the Plan and paying any reasonable expenses incident to the operation of the Plan or Fund to the extent authorized by the Town and consistent with the terms of the Plan and the Trust. The Town may modify the Trust

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued **June 30, 2009**

Agreement from time to time to accomplish the purposes of the Plan, and the Town may remove any Trustee and appoint any successor or successors.

The Town will make periodic payments to the Trustee, determined on the basis of actuarial estimates furnished by a qualified actuary chosen by the Town which shall be in such amounts as the actuary deems necessary or appropriate for the accumulation to be sufficient to provide to the Participants the Retirement and Disability Benefits specified herein.

No part of the funds held by the Trustee pursuant to the Trust Agreement shall be used for or diverted to purposes other than for the exclusive benefit of Participants and Beneficiaries covered under this Pension Plan prior to the satisfaction of all liabilities hereunder with respect to them.

No person shall have any interest in or right to any of the funds contributed to or held by the Trust under this Pension Plan except as expressly provided in this Plan and then only to the extent that such funds have been contributed by the Town to the Trust.

The Town expressly reserves the right to change the method of funding at any time at its own election and without the consent of any person or organization of any kind.

The Pension Plan for the Chief Executive, Town Clerk and Tax Collector of the Town of North Haven

The Town of North Haven also maintains a non-contributor pension plan, which covers the chief executive and town clerk/tax collector of the Town of North Haven. The current year covered payroll was approximately \$169,000. Amounts paid for benefits were approximately \$143,000 and are pay-as-you-go, paid out of the General Fund as no formal trust has been set up (see Schedule of Funding Progress on page 64).

Plan Description

The Plan covers any person serving as the elected chief executive, town clerk or tax collector of the Town of North Haven with eight years cumulative services in such position or combination thereof upon reaching age 65.

The amount of said annual pension after eight years of cumulative service shall be equal to 40% of the average annual salary received by said person during the last five years of service to the town while serving in any of the aforementioned elected positions and be computed at the rate of 5% per year for years of service in excess of eight years of cumulative service not to exceed 50% of such average salary. Any salary received from the Town of North Haven or the Board of Education shall be deducted from the amount of their pension.

Early retirement may also be elected at age 62 provided it is approved by the Board of Selectmen. The retirement allowance would be 80% if the individual retired at age 62, 85% at age 63, and 90% at age 64.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Year Ended June 30,	General Employees		Police Department		Fire Department	
	Annual		Annual		Annual	
	Required	Percentage	Required	Percentage	Required	Percentage
	Contribution	Contributed	Contribution	Contributed	Contribution	Contributed
2009	\$ 1,408,390	100.0%	\$ 948,141	100.0%	\$ 594,455	100.0%
2008	1,153,433	100.0%	867,449	100.0%	570,584	100.0%
2007	1,177,883	100.0%	615,624	100.0%	426,958	100.0%
2006	884,007	100.0%	599,774	100.0%	424,659	100.0%
2005	899,569	92.9%	376,757	100.0%	318,734	100.0%
2004	995,310	100.0%	361,561	100.0%	300,480	100.0%

Year Ended June 30,	Volunteer Firefighters		Elected Officials	
	Annual		Annual	
	Required	Percentage	Required	Percentage
	Contribution	Contributed	Contribution	Contributed
2009	\$ 153,277	100.0%	\$ 152,129	94.2%
2008	153,277	100.0%	147,245	93.5%
2007	153,277	100.0%	114,415	84.8%
2006	145,034	100.0%	130,577	77.1%
2005	145,034	100.0%	115,957	84.0%
2004	110,400	100.0%	112,321	75.0%

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

ANNUAL PENSION COST AND NET PENSION OBLIGATION (ASSET)

The Town's Annual Pension Cost and Net Pension Obligation (Asset) to the PERS for the current year were as follows:

	General Employees	Police Department	Fire Department	Volunteer Fire	Elected Officials
Annual Required Contribution	\$ 1,408,390	\$ 948,141	\$ 594,455	\$ 153,277	\$ 152,129
Interest on Net Pension Obligation	2,866	-	-	(920)	42,397
Adjustment to Annual Required Contribution	(5,784)	-	-	3,032	(42,714)
Annual Pension Cost	1,405,472	948,141	594,455	155,389	151,812
Contributions Made	1,408,390	948,141	594,455	153,277	143,351
Increase (Decrease) in Net Pension Obligation (Asset)	(2,918)	-	-	2,112	8,461
Net Pension Obligation (Asset), Beginning of Year	38,211	-	-	(12,266)	565,295
Net Pension Obligation (Asset), End of Year	\$ 35,293	\$ -	\$ -	\$ (10,154)	\$ 573,756

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

Fiscal Year Ending	Three Year Trend Information		
	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
General Employees			
6/30/09	\$ 1,405,472	100.20%	\$ 35,293
6/30/08	1,150,747	100.02%	38,211
6/30/07	1,175,441	100.00%	40,897
Police Department			
6/30/09	\$ 948,141	100.00%	\$ -
6/30/08	867,449	100.00%	-
6/30/07	615,624	100.00%	-
Fire Department			
6/30/09	\$ 594,455	100.00%	\$ -
6/30/08	570,584	100.00%	-
6/30/07	426,958	100.00%	-
Volunteer Fire			
6/30/09	\$ 155,389	98.64%	\$ (10,154)
6/30/08	156,808	97.75%	(12,266)
6/30/07	148,319	97.79%	(15,797)
Elected Officials			
6/30/09	\$ 151,812	100.20%	\$ 573,756
6/30/08	146,933	93.75%	565,295
6/30/07	134,612	85.00%	556,106

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date*	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	(Over) Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
<u>General Employees:</u>						
6/30/09	N/A	N/A	N/A	N/A	N/A	N/A
<u>Police Department:</u>						
6/30/09	17,674,899	21,494,845	3,819,946	82.23	2,975,442	128.38
<u>Fire Department:</u>						
6/30/09	11,218,605	13,420,680	2,202,075	83.59	1,825,641	120.62
<u>Volunteer Fire:</u>						
6/30/09	N/A	N/A	N/A	N/A	N/A	N/A
<u>Elected Officials:</u>						
6/30/09	N/A	N/A	N/A	N/A	N/A	N/A

* Subsequent to the most recent valuation date, certain economic events have had a significant adverse impact on investment portfolios. As such, these market downturns may have a significant effect on the funded ratio and on future required contributions.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

ACTUARIAL ASSUMPTIONS

	General Employees	Police Department	Fire Department	Volunteer Fire	Elected Officials
Valuation Date	7/1/07	7/1/08	7/1/08	7/1/07	7/1/07
Actuarial Cost Method	Entry Age Normal Cost	Entry Age Normal Cost	Entry Age Normal Cost	Entry Age Normal Cost	Pro Rata Projected Unit Credit
Amortization Method	Level Dollar, Closed	Level Percent, Closed	Level Percent, Closed	Level Dollar, Closed	Level Percentage of Payroll, Open
Remaining Amortization Period	9 Years	9 Years	10 Years	5 Years	20 Years
Asset Valuation Method	5-Year Smoothing of Investment Returns Greater (Loss) Than Expected	5-Year Smoothing of Investment Returns Greater (Loss) Than Expected	5-Year Smoothing of Investment Returns Greater (Loss) Than Expected	Market Value Assets As Reported By The Town	N/A
Actuarial Assumptions:					
Inflation Rate	N/A	4.5%	4.5%	N/A	3.0%
Investment Rate of Return	7.5%	7.5%	7.5%	7.5%	7.5%
Projected Salary Increases	4.5%	5.0%	5.0%	N/A	4.5%
Cost-of-living adjustment	3.0%	N/A	N/A	N/A	3.0%

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

SCHEDULE OF PLAN NET ASSETS
June 30, 2009

	Pension Trust Funds				
	Municipal Employees Retirement	Police Department Retirement	Fire Department Retirement	Volunteer Firefighters' Pension Plan	Total Pension Trust Funds
ASSETS					
Cash	\$ 136,411	\$ 87,518	\$ 61,781	\$ 4,421	\$ 290,131
Accounts Receivable	195,629	109,499	40,041	-	345,169
Investments					
U.S. government and agency bonds/notes	6,256,618	2,580,459	1,146,374	-	9,983,451
Corporate bonds	8,504,884	3,731,100	2,482,861	-	14,718,845
Money market mutual funds	204,591	129,655	304,392	3,394	642,032
Equity mutual funds	16,227,090	6,916,794	4,363,075	522,461	28,029,420
Total investments	31,193,183	13,358,008	8,296,702	525,855	53,373,748
Total assets	31,525,223	13,555,025	8,398,524	530,276	54,009,048
Net Assets Held in Trust for Pension Benefits	\$ 31,525,223	\$ 13,555,025	\$ 8,398,524	\$ 530,276	\$ 54,009,048

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

SCHEDULE OF CHANGES IN PLAN NET ASSETS
Year Ended June 30, 2009

	Pension Trust Funds				
	Municipal Employees Retirement	Police Department Retirement	Fire Department Retirement	Volunteer Firefighters' Pension Plan	Total Pension Trust Funds
Additions:					
Employer contributions	\$ 1,408,390	\$ 976,484	\$ 594,455	\$ 95,692	\$ 3,075,021
Employee contributions	158,451	-	-	-	158,451
Total additions	1,566,841	976,484	594,455	95,692	3,233,472
Investment Income:					
Net depreciation in fair value of investments	(4,688,508)	(1,986,858)	(1,374,301)	(92,184)	(8,141,851)
Interest and dividends	752,495	305,222	206,636	10,762	1,275,115
	(3,936,013)	(1,681,636)	(1,167,665)	(81,422)	(6,866,736)
Less investment expenses:					
Investment management fees	28,051	11,876	7,502	471	47,900
Net investment loss	(3,964,064)	(1,693,512)	(1,175,167)	(81,893)	(6,914,636)
Total (deletions) additions	(2,397,223)	(717,028)	(580,712)	13,799	(3,681,164)
Deductions:					
Benefits	2,195,602	1,020,272	680,020	86,172	3,982,066
Administration	9,451	2,959	2,708	3,105	18,223
Total deductions	2,205,053	1,023,231	682,728	89,277	4,000,289
Change in net assets	(4,602,276)	(1,740,259)	(1,263,440)	(75,478)	(7,681,453)
Net Assets Held in Trust, beginning of year	36,127,499	15,295,284	9,661,964	605,754	61,690,501
Net Assets Held in Trust, end of year	\$ 31,525,223	\$ 13,555,025	\$ 8,398,524	\$ 530,276	\$ 54,009,048

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Connecticut State Teachers' Retirement System

The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Chapter 167a of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board. A teacher is eligible to receive normal retirement benefits if he or she has attained age sixty and has accumulated twenty years of credited service in the public schools of Connecticut or has attained any age and has accumulated thirty-five years of credited service, at least twenty-five of which are service in the public schools of Connecticut. The State of Connecticut Teacher's Retirement System is to be considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial report as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 55 Elm Street, Hartford, CT 06106.

Certain part-time and full-time certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings to the plan. The Town does not, and is not legally responsible to, contribute to the plan.

The State of Connecticut contributes based on actuarially determined amounts. The funding level was determined based on an actuarial valuation of the plan as a whole, which does not provide actuarial information on an individual city/town basis.

In addition, the Town has recognized revenues and expenditures for on-behalf payments for pension contributions paid directly to the Connecticut State Teachers' Retirement System by the State of Connecticut. Such on-behalf payments were approximately \$3,300,000 for the year ended June 30, 2009.

Note 10. Other Postemployment Benefits

Post-retirement benefits

The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer defined benefit plan. An annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was made June 30, 2009. The post-retirement plan does not issue standalone financial reports.

From an accrual accounting perspective, the cost of post-employment healthcare benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2009, the Town recognizes the cost of post-employment healthcare in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows. Recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2009 liability.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

The contribution requirements of plan members and the Town are established and may be amended by the Town. The Town determines the required contribution using the Projected Unit Credit Method.

Membership in the plan consisted of the following at June 30, 2009, the date of the last actuarial valuation.

Retirees and beneficiaries receiving benefits	215
Active plan members	624
Total	<u><u>839</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation was as follows:

Fiscal Year Ending	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/09	<u>\$4,116,231</u>	<u>\$1,617,826</u>	39.3%	<u>\$2,498,405</u>

OPEB Obligation

Annual required contribution	\$ 4,116,231
Interest on net pension obligation	<u>-</u>
Annual OPEB cost	4,116,231
Contributions made	<u>1,617,826</u>
Increase in net OPEB liability	2,498,405
Net OPEB obligation, beginning of year	<u>-</u>
Net OPEB obligation, end of year	<u><u>\$ 2,498,405</u></u>

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

The Town's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. Included in the calculation is an estimate of the implicit rate subsidy for Board of Education retirees. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (b)	Unfunded Accrued Liability (UAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/2009	\$ -	\$ 53,767,756	\$ 53,767,756	0%	N/A	N/A

Historical Trend Information – The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued
June 30, 2009

The information presented was determined as part of the actuarial valuation. Additional information as of the last actuarial valuations follows:

Valuation Date:	June 30, 2009
Actuarial Cost Method:	Projected Unit Credit
Asset Valuation Method:	Market Value
Amortization Method:	Level Percent
Remaining Amortization Period:	30 Years Decreasing
Actuarial Assumptions:	
Investment rate of return	4.0%
Inflation rate	4.5%
Health Cost Trend Rates:	Annual increases in premium for retired medical and prescription drug benefits are assumed to be as follows:

Year After Valuation Date	Increase	
	Board of Education	Town
1	10.0%	9.0%
2	9.0%	8.5%
3	8.0%	8.0%
4	7.0%	7.5%
5	6.0%	7.0%
6	5.0%	6.5%
7	5.0%	6.0%
8	5.0%	5.5%
9 or more	5.0%	5.0%

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Note 11. Employee Retirement System

Defined Contribution Retirement Savings Plan

Town employees are eligible to participate in a defined contribution retirement savings plan administered by the Town. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings. Employer contributions are based on union contracts. Employees may make additional contributions subject to IRS regulations. The Plan is not reported as a fiduciary fund by the Town as it does not meet the reporting criterion.

The Plan requires the Town to contribute specified amounts per union bi-weekly. Employees elected to contribute 0% of their earnings. Employees are 100% vested.

Upon termination of employment, for any reason other than death or retirement, an employee shall be entitled to a deferred vested benefit based upon the number of years of credited service completed. Payment of benefits is deferred until the later of the employee's normal retirement date, the seventh anniversary of the Plan year in which participation commenced or the date of termination. The unvested accrued benefit of the employee is forfeited and allocated to each participant.

The assets for the plan are held by ICMA Retirement Corporation. The balance of the plan amounted to approximately \$28,000 at June 30, 2009 and is not reflected in the accompanying financial statements of the Town, as the Town's role in the administration of the Plan is limited.

Note 12. Fund Deficits

The Town has the following fund deficits at June 30, 2009:

	<u>Fund Deficit</u>
<u>Special Revenue Funds</u>	
State and federal grants	\$ 89,015
<u>Capital Projects Funds</u>	
Sackett Point Road Bridge	37,000
Streetscapes	4,481
LOCIP	14,047
DEFCO Park	7,800

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

The Town anticipates financing the fund deficits in the Capital Projects funds through future bond issues and/or revenues. The Special Revenue Fund deficits will be recovered through grants and future operations.

Note 13. Risk Management and Insurance

The Town is exposed to various risks of loss related to public official liability, police professional liability, theft or impairment of assets, errors and omissions, injury to employees, natural disasters, and owners and contractors protective liability.

The Town has a Comprehensive Risk Management Program, which is managed by the Finance Office.

The Town is self-insured for the deductibles required on its commercial insurance policies and dental, beginning in 2009. The Town does not participate in any risk pools or consortia.

Commercial insurance is used to handle the various risks of loss. The more significant policies include workers compensation, property and umbrella, professional liability counseling, public officials liability, police professional liability, educators liability, errors and omissions and a fidelity and fiduciary bond.

The amount of settlements did not exceed insurance coverage for the fiscal years ended June 30, 2009, 2008 and 2007.

Changes in the balances of claim liabilities during the past year is as follows:

Fiscal Year Ended	Claims Payable July 1	Claims and Changes in Estimates	Claims Paid	Claims Payable June 30
2009	-	\$ 500,102	\$ 465,472	\$ 34,630

Note 14. Municipal Solid Waste Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require that the Town of North Haven place a final cover on its closed landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years. The site which was covered according to Regulations in 1989 had estimated total current costs of landfill closure and postclosure care, aggregating approximately \$160,000 which is based on the amount estimated to be paid for all equipment, facilities and services required to close, monitor and maintain the landfill as of June 30, 2009, and is recorded in the government-wide financial statements. However, the actual cost of monitoring and other postclosure care may be higher due to inflation, changes in technology or changes in landfill laws and regulations. Costs will continue to be funded through the current Public Works operating budget, at approximately \$10,000 annually.

TOWN OF NORTH HAVEN, CONNECTICUT**NOTES TO FINANCIAL STATEMENTS, Continued**
June 30, 2009

Note 15. Litigation

The Town and the Board of Education is contingently liable in connection with litigation involving zoning matters, tax appeals, personal injury claims, discrimination suits, union contract suits, and other miscellaneous suits and unasserted claims. The Town intends to vigorously defend these actions; however, there can be no assurance that the Town will prevail.

Note 16. Fund Equity - Designated For Debt Retirement

As detailed below, this is composed of amounts relating to sewer assessments and capital project funds and is designated for repayments of bonded debt relative to these items.

The amount designated for debt retirement at June 30, 2009 amounted to \$2,735,416 and consisted of the following:

	Amount	Date of Borrowing	Amortization Schedule	Bond Maturity Schedule
Sewer assessment and interest collections	\$ 1,534,688	Various	Unscheduled	1992-2011
Accumulated interest income and grant revenue associated with capital projects:				
Capital project:				
Loan grant	438,605	10/31/92	1992-2012	1992-2012
School renovations	433,214	9/1/97	1997-2018	1997-2018
Public building	72,321	6/15/02	2002-2022	2002-2022
North Haven High School	256,588	4/26/06	2006-2026	2006-2026
	<u>\$ 2,735,416</u>			

Note 17. Special Item

As of July 1, 2008, the Water Pollution Control Authority Fund was created as an enterprise fund and will follow the accrual basis of accounting. Operations were formally reported in the General Fund on the modified accrual basis of accounting and therefore resulted in a special item in the Water Pollution Control Authority Fund of approximately \$13,624,881, which primarily represents the transfer of capital assets and accounts receivable.

TOWN OF NORTH HAVEN, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, Continued June 30, 2009

Note 18. Pronouncements Issued, Not Yet Effective

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that have effective dates in the future that may impact future financial presentations.

Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements of the Town:

- ♦ GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets* will be implemented by the Town as required by the GASB during the fiscal year ending June 30, 2010. The statement requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. The statement also provides authoritative guidance that specifically addresses the nature of these intangible assets.
- ♦ GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments* will be implemented by the Town as required by the GASB during the fiscal year ending June 30, 2010. The statement is intended to improve how state and local governments report information about derivative instruments – financial arrangements used by governments to manage specific risks or make investments – in their financial statements.
- ♦ GASB Statement Number 54, *Fund Balance Reporting and Governmental Fund Type Definitions* will be implemented by the Town as required by the GASB during the fiscal year ending June 30, 2010. This statement establishes accounting and financial reporting standards for all governments that report governmental funds. This statement establishes the criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. The implementation of this statement will result in changes to the classification of fund balances in the Town's governmental funds.
- ♦ GASB Statement Number 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards* will be implemented by the Town as required by the GASB during the fiscal year ending June 30, 2010. This Statement establishes accounting and financial reporting standards for related party transactions, subsequent events, and going concern considerations for all state and local governments. The implementation of this statement will not result in any change to the financial statements.

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**Required Supplementary
Information**

THE TOWN OF NORTH HAVEN, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF FUNDING PROGRESS

June 30, 2009

SCHEDULE OF FUNDING PROGRESS - PENSION

Actuarial Valuation Date*	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	(Over) Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
General Employees:						
7/1/08	N/A	N/A	N/A	N/A	N/A	N/A
7/1/07	41,115,104	44,099,379	2,984,275	93.23%	8,259,819	36.13%
7/1/06	N/A	N/A	N/A	N/A	N/A	N/A
7/1/05	38,375,737	39,650,681	1,274,944	96.78%	7,596,156	16.78%
7/1/04	N/A	N/A	N/A	N/A	N/A	N/A
7/1/03	36,025,000	34,749,500	(1,275,500)	103.70%	7,584,900	0.00%
Police Department:						
7/1/08	17,674,899	21,494,845	3,819,946	82.23%	2,975,442	128.38%
7/1/07	N/A	N/A	N/A	N/A	N/A	N/A
7/1/06	16,512,240	19,727,754	3,215,514	83.70%	2,641,886	121.71%
7/1/05	N/A	N/A	N/A	N/A	N/A	N/A
7/1/04	15,811,597	16,959,618	1,148,021	93.23%	2,421,914	47.40%
7/1/03	N/A	N/A	N/A	N/A	N/A	N/A
Fire Department:						
7/1/08	11,218,605	13,420,680	2,202,075	83.59%	1,825,641	120.62%
7/1/07	N/A	N/A	N/A	N/A	N/A	N/A
7/1/06	10,518,860	12,530,477	2,011,617	83.95%	1,433,161	140.36%
7/1/05	N/A	N/A	N/A	N/A	N/A	N/A
7/1/04	10,153,705	11,176,074	1,022,369	90.85%	1,228,383	83.23%
7/1/03	N/A	N/A	N/A	N/A	N/A	N/A

THE TOWN OF NORTH HAVEN, CONNECTICUT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS, Continued
June 30, 2009

SCHEDULE OF FUNDING PROGRESS - PENSION

Actuarial Valuation Date*	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	(Over) Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
<u>Volunteer Fire:</u>						
7/1/08	N/A	N/A	N/A	N/A	N/A	N/A
7/1/07	577,105	937,187	360,082	61.58%	N/A	N/A
7/1/06	N/A	N/A	N/A	N/A	N/A	N/A
7/1/05	388,329	958,512	570,183	40.51%	N/A	N/A
7/1/04	N/A	N/A	N/A	N/A	N/A	N/A
7/1/03	276,455	980,605	704,150	28.19%	N/A	N/A
<u>Elected Officials:</u>						
7/1/08	N/A	N/A	N/A	N/A	N/A	N/A
7/1/07	0	1,536,838	1,536,838	0.00%	183,719	836.52%
7/1/06	N/A	N/A	N/A	N/A	N/A	N/A
7/1/05	0	1,357,230	1,357,230	0.00%	174,907	775.97%
7/1/04	N/A	N/A	N/A	N/A	N/A	N/A
7/1/03	0	1,250,595	1,250,595	0.00%	160,291	780.20%

Historical Trend Information – The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

- * Subsequent to the most recent valuation date, certain economic events have had a significant adverse impact on investment portfolios. As such, these market downturns may have a significant effect on the funded ratio and on future required contributions.

**Supplemental and Combining Nonmajor
Fund Statements and Schedules**

General Fund

General Fund

The general fund is the principal fund of the Town and is used to account for all activities of the Town, except those required to be accounted for in another fund. The general fund accounts for the normal recurring activities of the Town (i.e., general government, public safety, public works, health, social services, recreation, education, etc.). These activities are funded principally by property taxes, user fees and grants from other governmental units.

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND

BALANCE SHEET

June 30, 2009

ASSETS

Cash and cash equivalents	\$ 18,323,540
Receivables (net of allowances for collection losses):	
State and federal grants	1,726,019
Sewer assessments receivable	171,906
Property taxes	4,262,955
Other	31,055
Due from other funds	403,843
Prepayments	9,854
Total assets	\$ 24,929,172

LIABILITIES AND FUND EQUITY

Accounts payable	\$ 2,268,393
Unearned revenues	57,193
Deferred revenue	6,838,564
Due to other funds	2,065,393
Total liabilities	11,229,543

Fund Equity:

Fund balance:	
Reserved for encumbrances	172,856
Reserved for prepayments	9,854
Unreserved:	
Designated for debt retirement	2,735,416
Designated for subsequent year's budget	3,875,000
Undesignated	6,906,503
Total fund equity	13,699,629

Total liabilities and fund equity	\$ 24,929,172
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TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND REVENUES AND OTHER FINANCING SOURCES - BUDGETARY BASIS -
 BUDGET AND ACTUAL
 For the Year Ended June 30, 2009

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
PROPERTY TAXES, INTEREST AND LIENS				
Current Taxes	\$ 65,846,966	\$ 65,846,966	\$ 65,895,238	\$ 48,272
Arrears Taxes	1,055,000	1,055,000	1,110,142	55,142
Interest and Lines	480,000	480,000	602,093	122,093
Supplemental Auto Tax - Current	505,000	505,000	477,266	(27,734)
Personal Property Audit Taxes	240,000	240,000	-	(240,000)
Total Property Taxes, Interest and Liens	68,126,966	68,126,966	68,084,739	(42,227)
EDUCATION GRANTS				
Education Grant - ECS	3,146,745	3,146,745	3,145,999	(746)
School Transportation	130,757	130,757	129,732	(1,025)
Adult Education	12,720	12,720	13,039	319
Education for Blind	-	-	2,098	2,098
School Building Grants	330,000	330,000	330,000	-
School Interest Subsidy	75,000	75,000	75,000	-
Total Education Grants	3,695,222	3,695,222	3,695,868	646
OTHER GOVERNMENT GRANTS				
Tax Relief-Elderly Disabled Homeowner	250,000	250,000	247,022	(2,978)
Tax Relief-Totally Disabled	3,155	3,155	2,824	(331)
Boat Grant	10,549	10,549	10,549	-
Telephone Access Line	180,000	180,000	149,676	(30,324)
PILOT	128,583	128,583	93,757	(34,826)
DOT Street Lighting	2,500	2,500	3,452	952
Tax Relief for Veterans	31,750	31,750	26,936	(4,814)
Mashantucket Pequot	247,789	247,789	243,379	(4,410)
Machinery and Equipment Exemption	982,246	982,246	1,359,825	377,579
HAVA Voting Grant	11,000	11,000	5,250	(5,750)
Total Other Government Grants	1,847,572	1,847,572	2,142,670	295,098
INVESTMENT INCOME				
Interest on Short-Term Investments	770,000	770,000	384,205	(385,795)
Total Investment Income	770,000	770,000	384,205	(385,795)

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND REVENUES AND OTHER FINANCING SOURCES - BUDGETARY BASIS -
 BUDGET AND ACTUAL, Continued
 For the Year Ended June 30, 2009

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
TOWN REVENUE-GENERAL				
Sale of Town Property	2,500	2,500	125	(2,375)
In Lieu of Taxes	230,000	230,000	218,097	(11,903)
Rental Town Property	70,000	70,000	78,158	8,158
Parking Violation	4,000	4,000	2,640	(1,360)
Pump-Out Service	600	-	-	-
Town Miscellaneous Receipts	200,000	200,000	328,080	128,080
CRRA Settlement	-	-	4,036,328	4,036,328
Stipulated Judgment	1,000,000	1,000,000	1,000,000	-
Rent-Mill Road School	84,785	84,785	84,785	-
Sewer use charges	1,800,000	-	-	-
Sewer use arrears	60,000	-	-	-
Sewer use interest	35,000	-	-	-
Town Revenue-General	3,486,885	1,591,285	5,748,213	4,156,928
LICENSES, PERMITS, FEES AND FINES				
Cemetery	30,000	30,000	38,253	8,253
Assessor's Office	2,000	2,000	1,294	(706)
Town Clerk Fees	500,000	500,000	292,928	(207,072)
Registrar of Vital Statistics	7,000	7,000	10,180	3,180
Miscellaneous Licenses/Permits	2,000	2,000	6,095	4,095
Alarm Use Fee	30,000	30,000	24,650	(5,350)
Police Photocopies	3,500	3,500	2,825	(675)
Dog License Fees	8,000	8,000	7,831	(169)
Building Fees	325,000	325,000	635,470	310,470
Engineering Fees	2,000	2,000	1,210	(790)
Road Permit Fees	9,000	9,000	7,975	(1,025)
Public Works Fees	3,000	3,000	2,755	(245)
Sale of Recyclables	300	300	315	15
Application Inspection	5,000	5,000	5,740	740
WPCP-Septage Fees	20,000	-	-	-
P&Z Commission Fees	11,000	11,000	12,181	1,181
Inland Wetlands Commission Fees	2,500	2,500	1,618	(882)
Community Service Fees	36,000	36,000	60,698	24,698
Zoning Board of Appeals	6,000	6,000	2,228	(3,772)
Total Licenses, Permits, Fees and Fines	1,002,300	982,300	1,114,246	131,946
REIMBURSABLES				
Principal/Interest Bonds-Notes	405,000	405,000	-	(405,000)
Total Reimbursables	405,000	405,000	-	(405,000)
Total Revenues	79,333,945	77,418,345	81,169,941	3,751,596

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND REVENUES AND OTHER FINANCING SOURCES - BUDGETARY BASIS -

BUDGET AND ACTUAL, Continued

For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
OTHER FINANCING SOURCES				
Transfer From Other Funds:				
Land Option Mall	-	-	159,953	159,953
Capital Improvement	-	-	13,388	13,388
Other Fund Transfers	-	-	4,235	4,235
Appropriated fund balance	3,398,182	3,398,182	-	(3,398,182)
Other	-	-	197,620	197,620
Total Other Financing Sources	3,398,182	3,398,182	375,196	(3,022,986)
Total Budgetary Revenue	82,732,127	80,816,527	81,545,137	728,610

Budgetary Revenues are different than GAAP because:

State of Connecticut "on-behalf" contributions to the Connecticut State Teachers
Retirement System for Town Teachers are not budgeted.

3,300,000

Revenues and transfers from other funds charged directly to reserve for
debt retirement/claims

129,929

Total revenues and other financing sources as reported on the statement of revenues,
expenditures and changes in fund balances - governmental funds - page 14.

\$ 84,975,066

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND EXPENDITURES AND OTHER FINANCING USES -
BUDGETARY BASIS - BUDGET AND ACTUAL

For the Year Ended June 30, 2009

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
				Positive
				(Negative)
EXPENDITURES				
Current:				
General Government:				
Selectmen	\$ 181,823	\$ 186,841	\$ 186,841	\$ -
Town Clerk	164,353	144,979	144,979	-
Election	99,600	84,401	84,401	-
Legal	199,800	378,111	378,111	-
Probate Court	6,425	9,329	9,329	-
Economic Development	2,900	318	318	-
Land Use Administration	167,749	165,136	165,136	-
Planning and Zoning	15,400	8,419	8,419	-
Inland Wetlands Commission	8,250	3,678	3,678	-
Zoning Board of Appeals	5,625	2,794	2,794	-
Building Inspection/Permit	195,551	223,671	223,671	-
Public Libraries	966,907	883,876	883,876	-
Cemetery Commission	48,400	37,873	37,873	-
Treasurer Finance	573,811	515,880	515,880	-
Board of Finance	11,250	5,743	5,743	-
Contingent Fund	300,000	-	-	-
Annual/special Audit	79,000	50,480	50,480	-
Personnel Policy Expenses	368,256	420,445	420,445	-
Central Supply Services	334,886	330,024	330,024	-
Central Facilities	361,939	361,770	361,770	-
Information Technology	427,684	422,884	422,884	-
Assessor	230,876	207,743	207,743	-
Board of Assessment Appeals	4,100	647	647	-
Tax Collector	236,723	181,952	181,952	-
Insurance-General	1,132,653	1,175,610	1,175,610	-
Total General Government	6,123,961	5,802,604	5,802,604	-
Public Safety:				
Police	4,414,172	4,405,919	4,405,919	-
Animal Control/Dog Warden	84,666	106,889	106,889	-
Fire	2,922,748	2,939,758	2,939,758	-
Civil Defense/Energy Conservation	4,000	3,117	3,117	-
Total Public Safety	7,425,586	7,455,683	7,455,683	-

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND EXPENDITURES AND OTHER FINANCING USES -
 BUDGETARY BASIS - BUDGET AND ACTUAL, Continued
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES, Continued				
Current, Continued:				
Public Works:				
Department of Public Works	207,874	227,747	227,747	-
Transfer Station/Recycling	489,039	567,037	567,037	-
W.P.C. Authority	5,720	-	-	-
Water Pollution Control Plant	1,842,721	-	-	-
Sanitation	1,463,544	1,452,772	1,452,772	-
Streets and Roads	1,828,048	2,238,017	2,238,017	-
Maintenance	231,644	212,092	212,092	-
Parks	244,700	223,817	223,817	-
Engineering	147,839	142,263	142,263	-
Total Public Works	6,461,129	5,063,745	5,063,745	-
Public Services				
Regional Health District	124,478	124,478	124,478	-
Regional Visiting Nurse Association	38,900	38,900	38,900	-
Community Services	516,449	455,221	455,221	-
Welfare	5,300	5,212	5,212	-
Senior Center	65,180	62,109	62,109	-
Total Public Services	750,307	685,920	685,920	-
Recreation	526,899	562,554	562,554	-
Total Recreation	526,899	562,554	562,554	-
Employee Benefits				
Pension and Social Security	4,091,324	4,104,098	4,104,098	-
Insurance Employees	4,237,218	3,986,749	3,683,793	302,956
Total Employee Benefits	8,328,542	8,090,847	7,787,891	302,956
Education	42,189,085	42,189,085	42,168,339	20,746
Total Education	42,189,085	42,189,085	42,168,339	20,746
Reimbursables	405,000	404,812	404,812	-
Total Reimbursables	405,000	404,812	404,812	-
Miscellaneous				
Miscellaneous	133,070	109,066	109,066	-
Utilities	1,266,000	1,098,695	1,098,695	-
Total Miscellaneous	1,399,070	1,207,761	1,207,761	-

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND EXPENDITURES AND OTHER FINANCING USES -
 BUDGETARY BASIS - BUDGET AND ACTUAL, Continued
 For the Year Ended June 30, 2009

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES, Continued				
Current, Continued:				
Capital	1,542,002	1,552,386	1,552,386	-
Total Capital	1,542,002	1,552,386	1,552,386	-
Debt Service				
Principal	4,634,728	4,634,728	4,634,728	-
Interest	2,699,638	2,699,638	2,699,638	-
Total Debt Service	7,334,366	7,334,366	7,334,366	-
Total Expenditures	82,485,947	80,349,763	80,026,061	323,702
OTHER FINANCING USES				
Operating Transfers Out:				
Capital Improvement	146,180	266,673	289,745	(23,072)
State/ Federal Grants	100,000	100,000	100,000	-
Claims	-	-	670,497	(670,497)
Total Other Financing Uses	246,180	366,673	1,060,242	(693,569)
Total Budgetary Expenditures	\$ 82,732,127	\$ 80,716,436	81,086,303	\$ (369,867)

Budgetary Revenues are different than GAAP because:

State of Connecticut "on-behalf" payments to the Connecticut State Teachers
 Retirement System for Town Teachers are not budgeted.

3,300,000

Encumbrances for purchases and commitments ordered but not received are
 reported in the year the order is placed for budgetary purposes, but in the
 year received for financial reporting purposes.

(172,856)

Encumbrances for purchases and commitments ordered in the previous year,
 that were received and liquidated in the current year are reported for financial
 statement reporting purposes.

382,717

Total expenditures and other financing uses as reported in the statement of
 revenues, expenditures and changes in fund balances - governmental
 funds - Page 14.

\$ 84,596,164

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Nonmajor Governmental Funds

Special Revenue Funds

State Grant P.A. 701

To account for the annual grant from the State Department of Transportation for the repairs and maintenance of Town roads.

Community Services

To account for expenditures for Outreach programs, Project Graduation and Weekend counselors.

School Cafeteria

To account for the operations of the food program by the school system.

DCYS Grant

To account for expenditures for youth service programs.

Economic Development

Provided as donation to enhance the Town's ability to reach out to potential business/industry initiatives.

Crime Control Seizure

To account for monies received under General Statutes Section 54-361.

Board of Education Funds

To account for expenditures of State and Federal grants received for a variety of school programs.

Education Grants

To account for expenditure of State and Federal grants received for a variety of school programs.

Substance Abuse Prevention Council Grant

To account for expenditures for the education of youth on drugs, alcohol and tobacco prevention.

Day Care

To account for grant funds from the State of Connecticut received by the Town.

Equipment Replacement

To account for cost of significant equipment replacement required by EPA and CT DEP regulations.

Special Revenue Funds, Continued

Senior Center

To account for fees collected and related expenditures.

Harbor Health

To account for Mental Health Grant.

Police Outside Duty

To account for operations for jobs requiring policemen on duty to outside contractors.

Fire Outside Duty

To account for operations for jobs requiring firemen on duty to outside contractors.

Community Services Recreation

To account for program fees and related expenditures.

Library Reimbursable

To account for fees collected and expenditures.

Library Grant

To account for Connecticard grant and State Library grant received from the State.

Retired Teachers Health Insurance

To account for medical premium expenditures for retired teachers.

Open Space Preservation

For the purpose of receiving and maintaining contributions restricted and dedicated to open space acquisition.

Cemetery Perpetual Care

This fund is used to account for resources legally held for the perpetual care of the cemetery. All resources of the fund, including any earnings on invested resources, may be used to support the maintenance of the cemetery. This is no requirement that any portion of these resources be preserved as capital.

Land Option Mall

To account for payments on expired option relating to proposed mall site on Valley Service Road.

Special Revenue Funds, Continued

Center Block Beautification Fund

To account for funds used for the Center Block Beautification.

Board of Education Scholarship Funds

To account for expenditures of scholarship monies.

Emergency Fund

To account for donated funds received for members of the community in need.

Show and Sell

Funds donated and used for economic development project.

Firemen's Benevolent

To provide relief to volunteer and paid fire personnel and families should the need arise.

Claims Fund

To account for charges on various claims.

State/Federal Grants

To account for certain Federal and State grants.

Workforce Alliance

To account for a state grant that provides job opportunities for students that meet the grant requirements.

Capital Projects Funds

North Haven High School

To account for expenditures for building the new school.

Capital Improvement

To account for expenditures used in the acquisition and construction of capital facilities and other fixed assets.

Sewer General

To account for capital projects approved by the WPCA

Sackett Point Road Bridge

To account for expenditures of the Sackett Point Road Bridge renovation.

Capital Projects Funds, Continued

Streetscapes

To account for expenditures for central block.

Local Capital Improvement Program (LoCIP)

To account for monies reimbursed by the State for pre-approval Local Capital Improvement Programs performed by the Town of North Haven.

DEFCO Park

To account for expenditures of DEFCO Park.

Building Renovations

To account for expenditures for school building improvements to various schools.

Old Clintonville Road Bridge

To account for expenditures for repairs of bridge to be reimbursed by the State.

Permanent Funds

Bradley Trust

This fund was established by a bequest from Andrew R. Bradley. The income derived from this bequest is to be used as follows: care of Pierpont Park, maintenance and support of the Library and care of Andrew R. Bradley's cemetery lot.

Stiles Library Maintenance

This fund was established by a bequest from Frank L. Stiles. The income is to be used for repairs to library and purchase of books of reference or other permanent value.

Banton Civic Association Scholarship

This scholarship fund was created in 1976. A portion of the income is to be awarded to a deserving student from the North Haven High School graduating class.

Permanent Funds, Continued

Walter Kraemer Memorial

This fund was established to use income to purchase books for the North Haven Library.

William E. Dickerman Memorial

This fund was established in the memory of William E. Dickerman. The income is to be used for the general educational purposes of the North Haven Library.

Walter T. Berniere Scholarship

This fund was established in 1990 to provide a scholarship to an individual pursuing a career in law enforcement.

Roger Blood Memorial

This fund was established by a bequest from Ida Mastroianni Caccese. The income is to be used to purchase books in English Literature, History and Travel.

Louis and Mary Tagliatella Foundation Scholarship

A scholarship was established by a bequest from Louis F. Tagliatella, Sr. to be available for annual awards to graduates of North Haven High School under the PTSA Scholarship Program.

Louis Mastroianni Endowment Fund

This fund was established by a bequest from Ida Mastroianni Caccese in memory of Louis D. Mastroianni. The income from this fund is to be used for the purpose of purchasing children's books on nature, environment and gardening.

Lester W. Gott Scholarship

A scholarship fund established by a bequest from Louis F. and Mary A. Tagliatella Foundation, Inc. to provide a scholarship to a high school graduate.

Abercrombie Scholarship

A scholarship fund was established in memory of Paul D. Abercrombie to provide a scholarship to a high school graduate.

Carol E. White Endowment Fund

This fund was established by a bequest from Steven D. White in memory of Carol E. White for the purpose of purchasing high quality non-fiction books.

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TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2009

	Special Revenue Funds				
	State Grant P.A. 701	Community Services	School Cafeteria	DCYS Grant	Economic Development
ASSETS					
Cash and cash equivalents	\$ -	\$ 64,156	\$ 55,332	\$ -	\$ -
Receivables:					
Intergovernmental	-	-	32,926	-	-
Prepays	-	-	-	-	-
Due from other funds	302,458	-	-	-	10,000
Inventories	-	-	24,116	-	-
Investments	-	-	-	-	-
Total assets	\$ 302,458	\$ 64,156	\$ 112,374	\$ -	\$ 10,000
LIABILITIES AND FUND BALANCES (DEFICITS)					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ 76,985	\$ -	\$ -
Unearned revenue	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	-	-	76,985	-	-
FUND BALANCES (DEFICITS)					
Reserved for endowments	-	-	-	-	-
Other purposes	-	-	-	-	-
Unreserved:					
Unreserved and undesignated	302,458	64,156	35,389	-	10,000
Total fund balances (deficits)	302,458	64,156	35,389	-	10,000
Total liabilities and fund balances (deficits)	\$ 302,458	\$ 64,156	\$ 112,374	\$ -	\$ 10,000

Special Revenue Funds								
Crime Control Seizure	Board of Education Funds	Education Grants	Substance Abuse Prevention Council Grant	Day Care	Equipment Replacement	Senior Center	Harbor Health	
\$ -	\$ 232,021	\$ 147,664	\$ 4,245	\$ -	\$ -	\$ 3,764	\$ -	
-	-	82,580	-	-	-	-	11,369	
-	-	-	-	-	-	-	-	
7,479	-	-	-	38,421	57,004	-	-	
-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	
<u>\$ 7,479</u>	<u>\$ 232,021</u>	<u>\$ 230,244</u>	<u>\$ 4,245</u>	<u>\$ 38,421</u>	<u>\$ 57,004</u>	<u>\$ 3,764</u>	<u>\$ 11,369</u>	
\$ -	\$ -	\$ 50,554	\$ 3,270	\$ -	\$ -	\$ -	\$ -	
-	-	39,047	-	-	-	-	-	
-	-	100,001	-	-	-	-	11,369	
-	-	189,602	3,270	-	-	-	11,369	
-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	
7,479	232,021	40,642	975	38,421	57,004	3,764	-	
7,479	232,021	40,642	975	38,421	57,004	3,764	-	
<u>\$ 7,479</u>	<u>\$ 232,021</u>	<u>\$ 230,244</u>	<u>\$ 4,245</u>	<u>\$ 38,421</u>	<u>\$ 57,004</u>	<u>\$ 3,764</u>	<u>\$ 11,369</u>	

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS, Continued

June 30, 2009

	Special Revenue Funds					
	Police Outside Duty	Fire Outside Duty	Community Services Recreation	Library Reimbursable	Library Grant	Retired Teachers Health Insurance
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,708
Receivables:						
Intergovernmental	-	-	-	-	-	-
Prepays	-	-	12,805	-	-	-
Due from other funds	316,379	9,909	215,012	28,276	12,223	-
Inventories	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Total assets	\$ 316,379	\$ 9,909	\$ 227,817	\$ 28,276	\$ 12,223	\$ 5,708
LIABILITIES AND FUND BALANCES (DEFICITS)						
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	118,212	-	-	-
Due to other funds	-	-	-	-	-	-
Total liabilities	-	-	118,212	-	-	-
FUND BALANCES (DEFICITS)						
Reserved for endowments	-	-	-	-	-	-
Other purposes	-	-	12,805	-	-	-
Unreserved:						
Unreserved and undesignated	316,379	9,909	96,800	28,276	12,223	5,708
Total fund balances (deficits)	316,379	9,909	109,605	28,276	12,223	5,708
Total liabilities and fund balances (deficits)	\$ 316,379	\$ 9,909	\$ 227,817	\$ 28,276	\$ 12,223	\$ 5,708

Special Revenue Funds									
Open Space Preservation	Cemetery Perpetual Care	Land Option Mall	Center Block Beautification Fund	Board of Education Scholarship Funds	Emergency Fund	Show and Sell			
\$ -	\$ 334,247	\$ -	\$ -	\$ 146,652	\$ 56,856	\$ -			
-	-	-	-	-	-	-			
-	-	-	-	-	-	-			
-	-	-	8,539	-	-	3,043			
-	-	-	-	-	-	-			
-	-	-	-	-	-	-			
\$ -	\$ 334,247	\$ -	\$ 8,539	\$ 146,652	\$ 56,856	\$ 3,043			
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			
-	-	-	-	-	-	-			
-	-	-	-	-	-	-			
-	-	-	-	-	-	-			
-	-	-	-	-	-	-			
-	334,247	-	8,539	146,652	56,856	3,043			
-	334,247	-	8,539	146,652	56,856	3,043			
\$ -	\$ 334,247	\$ -	\$ 8,539	\$ 146,652	\$ 56,856	\$ 3,043			

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS, Continued

June 30, 2009

	Special Revenue Funds			
	Firemen's Benevolent	Claims Fund	State/ Federal Grants	Workforce Alliance
ASSETS				
Cash and cash equivalents	\$ 53,589	\$ -	\$ -	\$ -
Receivables:				
Intergovernmental	-	-	-	-
Prepays	-	-	-	-
Due from other funds	-	1,063,775	-	13,375
Inventories	-	-	-	-
Investments	-	-	-	-
Total assets	\$ 53,589	\$ 1,063,775	\$ -	\$ 13,375
LIABILITIES AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-
Due to other funds	-	-	89,015	-
Total liabilities	-	-	89,015	-
FUND BALANCES (DEFICITS)				
Reserved for endowments	-	-	-	-
Other purposes	-	-	-	-
Unreserved:				
Unreserved and undesignated	53,589	1,063,775	(89,015)	13,375
Total fund balances (deficits)	53,589	1,063,775	(89,015)	13,375
Total liabilities and fund balances (deficits)	\$ 53,589	\$ 1,063,775	\$ -	\$ 13,375

Capital Projects Funds									
North Haven High School	Capital Improvement	Sewer General	Sackett Point Road Bridge	Streetscapes	Local Capital Improvement Program	DEFCO Park	Building Renovations	Old Clintonville Road Bridge	
\$ 2,933,925	\$ 1,665,292	\$ 14,530	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
6,309	-	-	-	38,057	14,046	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	6,500	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
\$ 2,940,234	\$ 1,665,292	\$ 14,530	\$ -	\$ 38,057	\$ 14,046	\$ 6,500	\$ -	\$ -	
\$ 519,272	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
-	42,007	5,000	-	-	14,046	-	-	-	
-	6,498	-	37,000	42,538	14,047	14,300	-	-	
519,272	48,505	5,000	37,000	42,538	28,093	14,300	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
2,420,962	1,616,787	9,530	(37,000)	(4,481)	(14,047)	(7,800)	-	-	
2,420,962	1,616,787	9,530	(37,000)	(4,481)	(14,047)	(7,800)	-	-	
\$ 2,940,234	\$ 1,665,292	\$ 14,530	\$ -	\$ 38,057	\$ 14,046	\$ 6,500	\$ -	\$ -	

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS, Continued

June 30, 2009

	Permanent Funds				
	Bradley Trust	Stiles Library Maintenance	Banton Civic Association Scholarship	Walter Kraemer Memorial	William E. Dickerman Memorial
ASSETS					
Cash and cash equivalents	\$ 3,847	\$ 2,714	\$ 3,320	\$ 2,180	\$ 78,001
Receivables:					
Intergovernmental	-	-	-	-	-
Prepays	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventories	-	-	-	-	-
Investments	-	24,012	-	-	-
Total assets	\$ 3,847	\$ 26,726	\$ 3,320	\$ 2,180	\$ 78,001
LIABILITIES AND FUND BALANCES (DEFICITS)					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	-	-	-	-	-
FUND BALANCES (DEFICITS)					
Reserved for endowments	2,500	10,000	3,250	1,675	68,297
Other purposes	-	-	-	-	-
Unreserved:					
Unreserved and undesignated	1,347	16,726	70	505	9,704
Total fund balances (deficits)	3,847	26,726	3,320	2,180	78,001
Total liabilities and fund balances (deficits)	\$ 3,847	\$ 26,726	\$ 3,320	\$ 2,180	\$ 78,001

Permanent Funds								
Walter T. Berniere Scholarship	Roger Blood Memorial	Louis & Mary Tagliatella Foundation Scholarship	Louis Mastroianni Endowment Fund	Lester W. Gott Scholarship	Abercrombie Scholarship	Carol E. White Endowment Fund	Totals	
\$ 20,176	\$ 11,106	\$ 65,013	\$ 5,302	\$ 30,512	\$ 11,424	\$ 10,622	\$ 5,962,198	
-	-	-	-	-	-	-	185,287	
-	-	-	-	-	-	-	12,805	
-	-	-	-	-	-	-	2,092,393	
-	-	-	-	-	-	-	24,116	
-	-	-	-	-	-	-	24,012	
<u>\$ 20,176</u>	<u>\$ 11,106</u>	<u>\$ 65,013</u>	<u>\$ 5,302</u>	<u>\$ 30,512</u>	<u>\$ 11,424</u>	<u>\$ 10,622</u>	<u>8,300,811</u>	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 650,081	
-	-	-	-	-	-	-	218,312	
-	-	-	-	-	-	-	314,768	
-	-	-	-	-	-	-	1,183,161	
10,000	10,000	65,000	5,000	30,503	11,410	10,000	227,635	
-	-	-	-	-	-	-	12,805	
10,176	1,106	13	302	9	14	622	6,877,210	
<u>20,176</u>	<u>11,106</u>	<u>65,013</u>	<u>5,302</u>	<u>30,512</u>	<u>11,424</u>	<u>10,622</u>	<u>7,117,650</u>	
<u>\$ 20,176</u>	<u>\$ 11,106</u>	<u>\$ 65,013</u>	<u>\$ 5,302</u>	<u>\$ 30,512</u>	<u>\$ 11,424</u>	<u>\$ 10,622</u>	<u>\$ 8,300,811</u>	

TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	Special Revenue Funds				
	State Grant P.A. 701	Community Services	School Cafeteria	DCYS Grant	Economic Development
REVENUES					
Charges for services	\$ -	\$ 9,795	\$ 847,732	\$ -	\$ -
Intergovernmental	182,586	-	199,600	23,587	-
Investment income	-	-	-	-	-
Net decrease in fair value of investments	-	-	-	-	-
Contributions	-	9,186	-	500	-
Other	-	-	-	-	-
Total revenues	182,586	18,981	1,047,332	24,087	-
EXPENDITURES					
Current:					
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health and welfare	-	-	-	24,087	-
Culture and recreation	-	12,836	-	-	-
Education	-	-	1,072,846	-	-
Capital outlay	50,627	-	-	-	-
Total expenditures	50,627	12,836	1,072,846	24,087	-
Excess (deficiency) of revenues over expenditures	131,959	6,145	(25,514)	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	-
Net change in fund balances (deficits)	131,959	6,145	(25,514)	-	-
FUND BALANCES (DEFICITS), beginning of year	170,499	58,011	60,903	-	10,000
FUND BALANCES (DEFICITS), end of year	\$ 302,458	\$ 64,156	\$ 35,389	\$ -	\$ 10,000

Special Revenue									
Crime Control Seizure	Board of Education Funds	Education Grants	Substance Abuse Prevention Council Grant	Day Care	Equipment Replacement	Senior Center	Harbor Health		
\$ -	\$ 642,871	\$ -	-	\$ 102,367	\$ -	\$ -	\$ -		
783	-	2,219,170	4,245	241,290	-	101,499	45,475		
-	19	-	-	-	-	-	-		
-	-	-	-	-	-	-	-		
-	-	-	-	300	-	-	-		
-	-	29,552	-	-	54,237	-	-		
783	642,890	2,248,722	4,245	343,957	54,237	101,499	45,475		
936	-	-	3,270	-	-	-	-		
-	-	-	-	-	16,232	-	-		
-	-	-	-	379,269	-	-	45,475		
-	-	-	-	-	-	-	-		
-	568,853	2,248,722	-	-	-	-	-		
-	-	-	-	-	-	97,735	-		
936	568,853	2,248,722	3,270	379,269	16,232	97,735	45,475		
(153)	74,037	-	975	(35,312)	38,005	3,764	-		
-	-	-	-	-	-	-	-		
-	-	-	-	-	-	-	-		
-	-	-	-	-	-	-	-		
(153)	74,037	-	975	(35,312)	38,005	3,764	-		
7,632	157,984	40,642	-	73,733	18,999	-	-		
\$ 7,479	\$ 232,021	\$ 40,642	\$ 975	\$ 38,421	\$ 57,004	\$ 3,764	\$ -		

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES (DEFICITS), Continued
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	Special Revenue Funds					
	Police Outside Duty	Fire Outside Duty	Community Services Recreation	Library Reimbursable	Library Grant	Retired Teachers Health Insurance
REVENUES						
Charges for services	\$ 533,079	\$ 10,239	\$ 386,425	\$ 21,361	\$ -	\$ -
Intergovernmental	-	-	-	-	9,769	111,210
Investment income	-	-	-	-	-	-
Net decrease in fair value of investments	-	-	-	-	-	-
Contributions	3,500	-	-	8,069	-	-
Other	-	-	-	-	-	-
Total revenues	536,579	10,239	386,425	29,430	9,769	111,210
EXPENDITURES						
Current:						
Public safety	507,722	9,998	-	-	-	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	369,279	20,299	7,608	-
Education	-	-	-	-	-	115,170
Capital outlay	-	-	-	-	-	-
Total expenditures	507,722	9,998	369,279	20,299	7,608	115,170
Excess (deficiency) of revenues over expenditures	28,857	241	17,146	9,131	2,161	(3,960)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances (deficits)	28,857	241	17,146	9,131	2,161	(3,960)
FUND BALANCES (DEFICITS), beginning of year	287,522	9,668	92,459	19,145	10,062	9,668
FUND BALANCES (DEFICITS), end of year	\$ 316,379	\$ 9,909	\$ 109,605	\$ 28,276	\$ 12,223	\$ 5,708

Special Revenue Funds																
Open Space Preservation			Cemetery Perpetual Care			Land Option Mall			Center Block Beautification Fund		Board of Education Scholarship Fund		Emergency Fund		Show and Sell	
\$	-	\$	-	\$	-				\$	-	\$	-	\$	-	\$	-
	-		-		-				-	-		-		-		-
	-		6,040		6				-	916		-		-		-
	-		-		-				-	-		-		-		-
	-		-		-				-	-		-		22,074		-
	-		-		-				-	-		-		-		-
	-		-		-				-	16,031		-		-		-
	-		6,040		6				-	16,947		22,074		-		-
	-		-		-				-	-		-		-		-
	-		-		-				-	-		-		-		-
	-		-		-				-	-		3,410		-		-
	-		-		-				-	-		-		-		-
	-		-		-				-	14,650		-		-		-
	-		-		-				-	-		-		-		-
	-		-		-				-	14,650		3,410		-		-
	-		6,040		6				-	2,297		18,664		-		-
	-		-		-				-	-		-		-		-
(867)	-		-		(159,953)				-	-		-		-		-
(867)	-		-		(159,953)				-	-		-		-		-
(867)	6,040		(159,947)		-				-	2,297		18,664		-		-
867	328,207		159,947		8,539				144,355	38,192		3,043		-		-
\$	-	\$	334,247	\$	-	\$	8,539	\$	146,652	\$	56,856	\$	3,043			

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES (DEFICITS), Continued
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	Special Revenue Funds			
	Firemen's Benevolent	Claims Fund	State/ Federal Grants	Workforce Alliance
REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	70,977	34,446
Investment income	72	-	-	-
Net decrease in fair value of investments	-	-	-	-
Contributions	100	-	-	-
Other	-	714,820	410	-
Total revenues	172	714,820	71,387	34,446
EXPENDITURES				
Current:				
Public safety	-	321,542	18,713	-
Public works	-	-	-	-
Health and welfare	-	-	-	21,071
Culture and recreation	-	-	13,562	-
Education	-	-	-	-
Capital outlay	-	-	57,930	-
Total expenditures	-	321,542	90,205	21,071
Excess (deficiency) of revenues over expenditures	172	393,278	(18,818)	13,375
OTHER FINANCING SOURCES (USES)				
Transfers in	-	670,497	100,000	-
Transfers out	-	-	-	-
Net other financing sources (uses)	-	670,497	100,000	-
Net change in fund balances (deficits)	172	1,063,775	81,182	13,375
FUND BALANCES (DEFICITS), beginning of year	53,417	-	(170,197)	-
FUND BALANCES (DEFICITS), end of year	\$ 53,589	\$ 1,063,775	\$ (89,015)	\$ 13,375

Capital Projects Funds									
North Haven High School	Capital Improvement	Sewer General	Sackett Point Road Bridge	Streetscapes	Local Capital Improvement Program	DEFCO Park	Building Renovations	Old Clintonville Road Bridge	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
178,277	-	-	34,300	-	-	-	-	26,915	
35,921	13,388	139	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	38,664	-	-	-	-	-	-	
214,198	13,388	38,803	34,300	-	-	-	-	26,915	
-	-	-	-	-	-	-	-	-	
-	305,309	-	-	-	1,841	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	
1,024,024	45,801	-	16,350	-	-	-	-	-	
1,024,024	351,110	-	16,350	-	1,841	-	-	-	
(809,826)	(337,722)	38,803	17,950	-	(1,841)	-	-	26,915	
-	266,673	-	-	-	-	-	23,072	-	
-	(13,388)	-	-	-	-	-	-	(3,368)	
-	253,285	-	-	-	-	-	23,072	(3,368)	
(809,826)	(84,437)	38,803	17,950	-	(1,841)	-	23,072	23,547	
3,230,788	1,701,224	(29,273)	(54,950)	(4,481)	(12,206)	(7,800)	(23,072)	(23,547)	
\$ 2,420,962	\$ 1,616,787	\$ 9,530	\$ (37,000)	\$ (4,481)	\$ (14,047)	\$ (7,800)	\$ -	\$ -	

(Continued)

TOWN OF NORTH HAVEN, CONNECTICUT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES (DEFICITS), Continued
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

	Permanent Funds				
	Bradley Trust	Stiles Library Maintenance	Banton Civic Association Scholarship	Walter Kraemer Memorial	William E. Dickerman Memorial
REVENUES					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-
Investment income	64	1,092	58	37	1,297
Net decrease in fair value of investments	-	(4,122)	-	-	-
Contributions	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	64	(3,030)	58	37	1,297
EXPENDITURES					
Current:					
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	11,926	200	53	-
Education	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	-	11,926	200	53	-
Excess (deficiency) of revenues over expenditures	64	(14,956)	(142)	(16)	1,297
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	-
Net change in fund balances (deficits)	64	(14,956)	(142)	(16)	1,297
FUND BALANCES (DEFICITS), beginning of year	3,783	41,682	3,462	2,196	76,704
FUND BALANCES (DEFICITS), end of year	\$ 3,847	\$ 26,726	\$ 3,320	\$ 2,180	\$ 78,001

Permanent Funds									
Walter T. Berniere Scholarship	Roger Blood Memorial	Louis & Mary Tagliatella Foundation Scholarship	Louis Mastroianni Endowment Fund	Lester W. Gott Scholarship	Abercrombie Scholarship	Carol E. White Endowment Fund	Totals		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,553,869		
-	-	-	-	-	-	-	3,484,129		
329	187	1,105	90	519	194	177	61,650		
-	-	-	-	-	-	-	(4,122)		
500	-	-	-	-	-	-	44,229		
-	-	-	-	-	-	-	853,714		
829	187	1,105	90	519	194	177	6,993,469		
-	-	-	-	-	-	-	862,181		
-	-	-	-	-	-	-	323,382		
-	-	-	-	-	-	-	473,312		
-	279	1,500	-	700	250	71	438,563		
-	-	-	-	-	-	-	4,020,241		
-	-	-	-	-	-	-	1,292,467		
-	279	1,500	-	700	250	71	7,410,146		
829	(92)	(395)	90	(181)	(56)	106	(416,677)		
-	-	-	-	-	-	-	1,060,242		
-	-	-	-	-	-	-	(177,576)		
-	-	-	-	-	-	-	882,666		
829	(92)	(395)	90	(181)	(56)	106	465,989		
19,347	11,198	65,408	5,212	30,693	11,480	10,516	6,651,661		
\$ 20,176	\$ 11,106	\$ 65,013	\$ 5,302	\$ 30,512	\$ 11,424	\$ 10,622	\$ 7,117,650		

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TOWN OF NORTH HAVEN, CONNECTICUT

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS

For the Year Ended June 30, 2009

	Balance July 1, 2008	Additions	Deductions	Balance June 30, 2009
SCHOOL ACTIVITY FUND				
Assets:				
Cash and cash equivalents	\$ 75,011	\$ 162,620	\$ 185,188	\$ 52,443
Total assets	\$ 75,011	\$ 162,620	\$ 185,188	\$ 52,443
Liabilities:				
Accounts payable	\$ 75,011	\$ 162,620	\$ 185,188	\$ 52,443
Total liabilities	\$ 75,011	\$ 162,620	\$ 185,188	\$ 52,443
PERFORMANCE BONDS				
Assets:				
Cash and cash equivalents	\$ 2,157,075	\$ 112,363	\$ 28,442	\$ 2,240,996
Total assets	\$ 2,157,075	\$ 112,363	\$ 28,442	\$ 2,240,996
Liabilities:				
Accounts payable	\$ 2,157,075	\$ 112,363	\$ 28,442	\$ 2,240,996
Total liabilities	\$ 2,157,075	\$ 112,363	\$ 28,442	\$ 2,240,996
TOTAL				
Assets:				
Cash and cash equivalents	\$ 2,232,086	\$ 274,983	\$ 213,630	\$ 2,293,439
Total assets	\$ 2,232,086	\$ 274,983	\$ 213,630	\$ 2,293,439
Liabilities:				
Accounts payable	\$ 2,232,086	\$ 274,983	\$ 213,630	\$ 2,293,439
Total liabilities	\$ 2,232,086	\$ 274,983	\$ 213,630	\$ 2,293,439

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**Capital Assets Used in the Operation
of Governmental Funds**

TOWN OF NORTH HAVEN, CONNECTICUT

SCHEDULE BY CATEGORY AND SOURCE

June 30, 2009

CAPITAL ASSETS

Land	\$	2,526,507
Land improvements		870,100
Buildings		120,803,435
Computer equipment		689,092
Machinery and equipment		13,753,808
Infrastructure		27,189,143
Total capital assets	\$	<u>165,832,085</u>

Investments in governmental funds capital assets:

Assets put into service prior to July 1, 2009	\$	<u>165,832,085</u>
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Other Schedules

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TOWN OF NORTH HAVEN, CONNECTICUT

SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING

For the Year Ended June 30, 2009

Grand List Year	Balance		Current Levy	Lawful Corrections		Transfers to Suspense	Balance to be Collected
	Uncollected July 1, 2008			Additions	Deletions		
1992	\$ 125,635	\$ -	\$ -	\$ 1,216	\$ 124,065	\$ 354	
1993	47,494	-	2,655	3,540	(470)	47,079	
1994	77,593	-	885	1,783	(779)	77,474	
1995	66,194	-	1,025	2,939	(677)	64,957	
1996	67,006	-	1,025	2,939	(954)	66,046	
1997	68,718	-	1,047	3,114	(260)	66,911	
1998	68,720	-	738	2,904	(541)	67,095	
1999	72,254	-	776	3,053	(3,180)	73,157	
2000	60,212	-	747	2,954	(1,948)	59,953	
2001	248,862	-	939	6,725	165,963	77,113	
2002	205,941	-	537	8,312	106,801	91,365	
2003	230,621	-	910	10,269	105,209	116,053	
2004	441,716	-	814	16,306	64,168	362,056	
2005	557,349	-	42,761	143,611	19,753	436,746	
2006	1,030,111	-	117,848	138,447	17,627	991,885	
2007	-	67,749,436	169,197	224,757	21,178	67,672,698	
	<u>\$ 3,368,426</u>	<u>\$ 67,749,436</u>	<u>\$ 341,904</u>	<u>\$ 572,869</u>	<u>\$ 615,955</u>	<u>\$ 70,270,942</u>	

Collections						Balance Uncollected June 30, 2009
Taxes	Overpayments	Net Taxes Collected	Interest and Lien Fees	Total		
\$ 354	\$ -	\$ 354	\$ 2,941	\$ 3,295	\$ -	
730	-	730	1,883	2,613	46,349	
2,172	-	2,172	5,384	7,556	75,302	
7,240	-	7,240	16,267	23,507	57,717	
7,710	-	7,710	15,967	23,677	58,336	
6,915	-	6,915	13,253	20,168	59,996	
7,097	-	7,097	12,199	19,296	59,998	
10,073	-	10,073	14,673	24,746	63,084	
9,462	-	9,462	13,078	22,540	50,491	
16,869	-	16,869	20,332	37,201	60,244	
23,989	-	23,989	23,838	47,827	67,376	
35,839	-	35,839	28,418	64,257	80,214	
65,219	-	65,219	44,084	109,303	296,837	
113,636	-	113,636	77,052	190,688	323,110	
523,942	-	523,942	124,014	647,956	467,943	
66,453,146	-	66,453,146	184,973	66,638,119	1,219,552	
<u>\$ 67,284,393</u>	<u>\$ -</u>	<u>\$ 67,284,393</u>	<u>\$ 598,356</u>	<u>\$ 67,882,749</u>	<u>\$ 2,986,549</u>	

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Statistical Section

This part of the Town of North Haven, Connecticut's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time. 99

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax. 102

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future. 111

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place. 115

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. 120

TABLE 1

TOWN OF NORTH HAVEN

NET ASSETS BY COMPONENT

LAST SEVEN YEARS

	<u>FISCAL YEAR ENDED</u>						
	2009	2008	2007	2006	2005	2004	2003
GOVERNMENTAL ACTIVITIES:							
Invested in Capital Assets, Net of							
Related Debt	\$ 51,184,225	\$ 61,596,577	\$ 62,384,288	\$ 58,366,141	\$ 46,656,917	\$ 25,539,104	\$ 20,559,530
Restricted for:							
Debt Retirement	-	-	216,342	2,083,687	1,691,229	1,874,121	2,211,421
Other Purposes	227,635	219,635	-	3,642	211,274	17,839	205,892
Unrestricted	13,370,513	17,405,540	19,023,633	9,605,058	8,022,093	10,048,545	10,711,741
TOTAL GOVERNMENTAL							
ACTIVITIES	64,782,373	79,221,752	81,624,263	70,058,528	56,581,513	37,479,609	33,688,584
BUSINESS-TYPE ACTIVITIES:							
Invested in Capital Assets, Net of							
Related Debt	12,744,564	-	-	-	-	-	-
Unrestricted	432,604	-	-	-	-	-	-
TOTAL BUSINESS-TYPE							
ACTIVITIES NET ASSETS	13,177,168	-	-	-	-	-	-
PRIMARY GOVERNMENT:							
Invested in Capital Assets, Net of							
Related Debt	63,928,789	61,596,577	62,384,288	58,366,141	46,656,917	25,539,104	20,559,530
Restricted	227,635	219,635	216,342	2,087,329	1,902,503	1,891,960	2,417,313
Unrestricted	13,803,117	17,405,540	19,023,633	9,605,058	8,022,093	10,048,545	10,711,741
TOTAL PRIMARY GOVERNMENT							
NET ASSETS	\$ 77,959,541	\$ 79,221,752	\$ 81,624,263	\$ 70,058,528	\$ 56,581,513	\$ 37,479,609	\$ 33,688,584

Note: Data is only available from Fiscal Year 2003 when GASB 34 took effect.

2009 was the first year for Business-Type Activities.

TABLE 2

TOWN OF NORTH HAVEN
CHANGES IN NET ASSETS
LAST SEVEN YEARS

	<u>FISCAL YEAR ENDED</u>						
	2009	2008	2007	2006	2005	2004	2003
EXPENSES:							
Governmental Activities:							
General Government	\$ 9,037,911	\$ 9,679,197	\$ 10,251,737	\$ 8,149,683	\$ 7,748,675	\$ 7,121,727	\$ 6,501,451
Public Safety	13,436,844	12,440,770	11,701,179	7,219,526	7,329,239	6,506,380	6,864,711
Public Works	8,563,617	9,186,468	8,369,826	7,884,891	7,258,319	6,802,809	7,291,095
Health and Welfare	1,394,590	1,185,275	1,309,582	1,147,312	1,214,935	1,138,933	1,089,866
Cultural and Recreation	1,314,152	1,095,331	1,112,982	1,021,054	1,019,127	1,120,844	986,060
Education	53,626,915	50,932,151	47,210,165	44,042,805	40,907,739	39,749,260	38,818,662
Benefits and Insurance	-	-	-	6,629,138	5,795,099	5,588,750	4,997,987
Other	-	-	-	1,103,351	1,006,199	996,646	1,117,089
Interest Expense	2,731,227	2,812,470	1,674,608	1,328,443	1,256,564	1,390,797	1,537,128
TOTAL GOVERNMENTAL EXPENSES	\$ 90,105,256	\$ 87,331,662	\$ 81,630,079	\$ 78,526,203	\$ 73,535,896	\$ 70,416,146	\$ 69,204,049
BUSINESS-TYPE ACTIVITIES:							
WPCA	\$ 2,871,604	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 92,976,860	\$ 87,331,662	\$ 81,630,079	\$ 78,526,203	\$ 73,535,896	\$ 70,416,146	\$ 69,204,049
PROGRAM REVENUES:							
Governmental Activities:							
Charges for Services:							
General Government	\$ 432,740	\$ 630,163	\$ 1,543,937	\$ 1,100,596	\$ 1,107,761	\$ 1,267,780	\$ 817,548
Public Safety	578,624	1,093,901	434,354	621,714	423,695	411,340	304,877
Public Works	646,200	3,351,681	2,136,725	2,228,266	2,095,611	2,136,841	1,975,243
Health and Welfare	102,367	111,039	93,694	95,937	80,191	159,998	221,827
Culture and Recreation	417,581	489,580	419,957	490,800	512,956	520,383	462,729
Education	1,490,603	1,531,868	1,669,080	1,571,934	1,429,389	1,403,790	1,450,936
Operating Grants & Contributions	9,847,702	9,596,836	7,189,649	7,745,445	5,572,450	4,207,628	4,635,685
Capital Grants & Contributions	379,113	233,083	2,353,179	7,798,610	16,611,207	2,681,729	910,671
TOTAL GOVERNMENTAL PROGRAM REVENUES	\$ 13,894,930	\$ 17,038,151	\$ 15,840,575	\$ 21,653,302	\$ 27,833,260	\$ 12,789,489	\$ 10,779,516
BUSINESS-TYPE ACTIVITIES:							
WPCA	\$ 2,419,323	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL PRIMARY GOVERNMENT REVENUES	\$ 16,314,253	\$ 17,038,151	\$ 15,840,575	\$ 21,653,302	\$ 27,833,260	\$ 12,789,489	\$ 10,779,516
NET EXPENSES:							
Governmental Activities	\$ (76,210,326)	\$ (70,293,511)	\$ (65,789,504)	\$ (56,872,901)	\$ (45,702,636)	\$ (57,626,657)	\$ (58,424,533)
BUSINESS-TYPE	\$ (452,281)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL PRIMARY GOVERNMENT NET EXPENSES	\$ (76,662,607)	\$ (70,293,511)	\$ (65,789,504)	\$ (56,872,901)	\$ (45,702,636)	\$ (57,626,657)	\$ (58,424,533)

TOWN OF NORTH HAVEN
CHANGES IN NET ASSETS, CONTINUED
LAST SEVEN YEARS

	<u>FISCAL YEAR ENDED</u>						
	2009	2008	2007	2006	2005	2004	2003
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS:							
Governmental Activities:							
Property Taxes	\$ 67,237,887	\$ 64,446,265	\$ 65,341,125	\$ 63,123,592	\$ 58,637,252	\$ 53,894,546	\$ 56,280,620
Grants & Contributions Not Restricted to Specific Programs	2,142,670	1,848,601	1,787,885	1,793,225	1,869,621	1,929,457	2,635,302
Investment Earnings	446,301	1,064,896	1,538,461	1,588,505	846,061	361,013	356,030
Settlement	-	-	-	1,000,000	750,000	750,000	750,000
Miscellaneous	5,573,538	531,238	1,925,262	2,844,594	2,351,615	817,209	1,043,617
Total General Revenues	<u>\$ 75,400,396</u>	<u>\$ 67,891,000</u>	<u>\$ 70,592,733</u>	<u>\$ 70,349,916</u>	<u>\$ 64,454,549</u>	<u>\$ 57,752,225</u>	<u>\$ 61,065,569</u>
CHANGE IN NET ASSETS	<u>\$ (1,262,211)</u>	<u>\$ (2,402,511)</u>	<u>\$ 4,803,229</u>	<u>\$ 13,477,015</u>	<u>\$ 18,751,913</u>	<u>\$ 125,568</u>	<u>\$ 2,641,036</u>

* Data is only available from Fiscal Year 2003 when GASB 34 took effect.

2009 was the first year with Business-Type Activities.

TABLE 3

TOWN OF NORTH HAVEN
GENERAL FUND REVENUES AND OTHER FINANCING SOURCES BY SOURCE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Taxes (1)	Educational Grants	Other Governmental Grants	Charges For Services Programs Receipts	Investment Income	Town Revenue General	Licenses, Permits, Fees Fines	Transfers From Other Funds and Other	Total
2009	\$ 68,084,739	\$ 6,995,868	\$ 2,142,670	\$ -	\$ 384,205	\$ 5,748,213	\$ 1,114,246	\$ 505,125	\$ 84,975,066
2008	66,035,552	4,570,865	1,848,601	2,156,107	824,866	1,679,470	1,253,936	3,401,273	81,770,670
2007	64,497,427	4,786,111	1,748,543	1,935,764	1,256,632	2,616,785	1,148,521	47,945	78,037,728
2006	63,125,559	4,737,926	1,862,288	2,008,646	753,634	1,887,578	1,100,596	441,670	75,917,897
2005	58,599,629	3,461,831	1,922,961	1,842,727	470,244	1,870,414	1,107,761	21,329	69,296,896
2004	55,583,834	3,848,127	1,673,486	1,748,472	267,351	1,507,283	1,267,780	36,110	65,932,443
2003	55,238,799	2,041,291	2,635,302	1,782,449	304,509	3,139,152	817,548	51,677	66,010,727
2002	50,987,068	3,667,015	3,666,976	1,655,623	443,234	3,354,026	703,127	238,278	64,715,347
2001	48,408,305	3,726,602	3,909,633	1,574,910	952,094	2,087,787	663,881	154,946	61,478,158
2000	45,823,054	3,687,211	4,282,887	1,723,430	1,036,577	1,030,824	821,883	335,582	58,741,448

(1) Includes interest and lien fees.

TABLE 4

TOWN OF NORTH HAVEN
GENERAL FUND EXPENDITURES AND OTHER FINANCING USES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Board of Education	General Government	Public Safety	Public Works	Public Services	Recreation	Employee Benefits	Reimbursables	Miscellaneous	Capital Outlay	Debt Service	Operating Transfers	Total
2009	\$ 45,468,390	\$ 5,941,039	\$ 7,454,687	\$ 5,192,010	\$ 686,075	\$ 562,389	7,774,337	\$ -	\$ 1,207,761	\$ 1,510,066	\$ 7,739,178	\$ 1,060,242	\$ 84,596,164
2008	43,745,733	6,103,676	7,176,031	6,732,334	694,060	521,640	7,807,315	-	1,305,530	911,245	5,744,928	380,000	81,122,492
2007	41,162,636	6,686,740	6,792,625	6,112,152	787,500	495,214	7,089,218	-	1,049,992	372,051	3,868,236	350,000	74,766,364
2006	40,128,977	7,110,160	6,390,132	5,955,660	754,651	495,734	6,629,138	-	1,014,537	501,224	3,945,274	476,678	73,402,165
2005	37,478,231	6,791,710	6,653,822	5,907,320	765,992	521,607	5,795,099	-	1,012,173	213,540	4,488,468	481,353	70,109,315
2004	36,236,183	6,258,398	5,796,377	5,372,517	765,400	598,698	5,588,750	-	1,022,014	1,729,610	4,559,208	1,424,005	69,351,160
2003	35,074,815	5,742,676	6,266,137	5,781,251	724,708	457,732	4,997,987	-	976,654	416,663	5,036,268	217,952	65,692,843
2002	33,327,056	5,552,058	6,045,522	5,523,553	710,275	495,901	4,327,811	1,128,079	955,035	298,281	3,798,106	238,095	62,399,772
2001	31,886,556	4,863,437	5,924,537	5,536,917	706,254	438,173	4,223,714	1,059,408	956,078	1,404,926	3,704,266	817,075	61,521,341
2000	31,217,333	4,966,762	6,015,424	5,277,678	687,494	448,409	4,134,002	2,167,986	968,900	438,158	3,004,514	785,678	60,112,338

*Part of Debt Service

TABLE 5

TOWN OF NORTH HAVEN
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Reserved	\$ 4,287,688	\$ 3,557,914	\$ 2,953,717	\$ 2,614,822	\$ 2,661,581	\$ 2,256,304	\$ 2,507,665	\$ 697,435	\$ 391,112	\$ 182,710
Unreserved	4,238,625	4,925,216	7,844,988	8,501,767	5,036,291	4,629,149	6,893,520	11,975,114	12,929,615	13,516,919
Total General Fund	\$ 8,526,313	\$ 8,483,130	\$ 10,798,705	\$ 11,116,589	\$ 7,697,872	\$ 6,885,453	\$ 9,401,185	\$ 12,672,549	\$ 13,320,727	\$ 13,699,629
All Other Governmental Funds										
Reserved	\$ 537,291	\$ 562,148	\$ 589,806	\$ 200,968	\$ -	\$ 201,577	\$ 201,577	\$ 243,580	\$ 267,089	\$ 240,440
Unreserved, Reported In:										
Special Revenue Funds	2,012,228	2,328,252	2,298,352	2,376,221	1,977,171	2,808,748	2,045,455	2,240,420	1,545,843	2,852,665
Capital Project Funds	969,868	(819,924)	1,329,401	1,142,478	(8,186,200)	(36,905,183)	(16,475,224)	4,276,668	4,776,683	3,983,951
Permanent Funds	398,352	410,836	412,112		213,568	33,382	31,565	47,248	62,046	40,594
Total All Other Government Funds	\$ 3,917,739	\$ 2,481,312	\$ 4,629,671	\$ 3,719,667	\$ 5,995,461	\$ (33,861,476)	\$ (14,196,627)	\$ 6,807,916	\$ 6,651,661	\$ 7,117,650

TABLE 6

TOWN OF NORTH HAVEN
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
REVENUES										
Property Taxes	\$ 45,823,054	\$ 48,408,305	\$ 50,987,068	\$ 55,238,799	\$ 55,583,834	\$ 58,599,629	\$ 63,125,559	\$ 64,497,427	\$ 66,035,552	\$ 68,084,739
Licenses and Permits	821,883	663,881	703,127	817,548	1,267,780	1,107,761	1,100,596	1,148,521	1,253,936	1,114,246
Intergovernmental	9,520,526	9,273,289	10,406,308	8,181,658	8,818,814	24,380,153	17,581,159	11,316,130	12,380,432	12,622,667
Charges for Services	4,114,013	4,012,638	4,068,728	4,415,612	4,632,352	4,596,032	5,008,651	4,780,642	4,907,129	2,553,869
Investment Earnings	1,128,611	1,128,600	530,684	356,030	361,013	846,061	1,588,505	1,521,124	1,064,896	445,855
Miscellaneous	1,062,859	2,167,741	3,536,585	1,793,617	1,567,209	2,252,424	2,550,876	2,893,473	2,578,405	6,969,583
Total Revenues	62,470,946	65,654,454	70,232,500	70,803,264	72,231,002	91,782,060	90,955,346	86,157,317	88,220,350	91,790,959
EXPENDITURES										
General Government	4,966,762	4,863,437	5,552,058	5,807,832	6,366,244	7,022,974	7,465,831	6,708,165	6,103,676	5,941,039
Public Safety	6,015,424	5,924,537	6,045,522	6,575,152	6,213,852	7,040,254	6,940,209	7,356,424	7,883,949	8,316,868
Public Works	5,277,678	5,536,917	7,296,876	6,262,982	5,781,437	6,237,293	6,885,881	6,458,129	7,632,089	5,515,392
Health & Welfare	1,913,246	1,929,590	710,275	1,086,070	1,135,188	1,211,211	1,144,487	1,179,218	1,053,225	1,159,387
Benefits & Insurance	4,134,002	4,223,714	4,327,811	4,997,987	5,588,750	5,795,099	6,629,138	7,089,218	7,807,315	7,774,337
Education	33,399,827	34,234,564	35,555,099	38,010,854	39,004,157	40,254,625	43,423,542	45,359,243	48,089,380	49,488,631
Other	790,901	881,496	1,275,388	976,854	1,022,014	1,012,173	1,014,537	1,049,992	1,305,530	1,207,761
Culture & Recreation	448,409	438,173	495,901	975,119	1,117,417	1,015,942	1,018,407	922,974	915,114	1,000,952
Capital Outlay	4,015,819	5,696,866	5,881,506	1,246,261	14,835,285	47,350,196	16,185,950	4,785,137	1,193,221	2,802,523
Debt Service:										
Principal	3,690,231	3,200,682	3,156,100	3,456,100	3,131,100	3,131,100	2,846,100	2,833,026	2,833,771	4,964,540
Interest	1,660,268	1,637,574	1,481,677	1,580,168	1,428,108	1,357,368	1,099,174	1,035,210	2,911,157	2,774,638
Total Expenditures	66,312,567	68,567,550	71,778,213	70,975,179	85,623,552	121,428,235	94,653,256	84,776,736	87,728,427	90,946,068
Excess of Revenues										
Over(Under) Expenditures	\$ (3,841,621)	\$ (2,913,096)	\$ (1,545,713)	\$ (171,915)	\$ (13,392,550)	\$ (29,646,175)	\$ (3,697,910)	\$ 1,380,581	\$ 491,923	\$ 844,891
Debt service as a percentage of noncapital expenditures	9.1%	8.1%	7.4%	7.6%	6.7%	6.3%	5.2%	5.0%	6.9%	8.8%

TOWN OF NORTH HAVEN

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Real Property		Personal Property		Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other					
2000	\$ 954,127,280	\$ 556,949,271	\$ 143,529,740	\$ 325,611,188	\$ 136,799,366	\$ 1,843,418,113	24.10	\$ 2,828,882,112	70.00%
2001	959,275,704	564,779,461	156,947,720	318,142,043	113,547,730	1,885,597,198	25.34	2,855,921,326	70.00%
2002	1,042,053,580	498,950,380	169,721,018	315,398,104	102,327,295	1,923,795,787	25.89	2,894,461,545	70.00%
2003	1,044,645,322	500,476,440	174,877,260	277,228,092	84,130,802	1,913,096,312	28.27	2,853,181,591	70.00%
2004	1,051,180,950	494,847,140	178,711,265	248,049,745	70,348,990	1,902,440,110	28.76	2,818,270,143	70.00%
2005	1,064,225,200	494,958,130	172,330,295	235,146,411	55,372,670	1,911,287,366	30.53	2,809,514,337	70.00%
2006	1,084,106,170	510,105,510	186,194,560	218,702,011	53,564,100	1,945,544,151	32.17	2,855,868,930	70.00%
2007	1,947,013,184	570,178,769	197,622,160	212,344,027	675,909,118	2,251,249,022	28.70	4,181,654,485	70.00%
2008	1,963,474,103	571,472,776	199,951,055	220,516,980	377,955,402	2,577,459,512	25.44	4,222,021,306	70.00%
2009	1,971,946,093	561,236,627	201,720,557	245,092,193	92,111,518	2,887,883,952	23.50	4,257,136,386	70.00%

⁽¹⁾ Statutory revaluation completed for October 1, 2000 Grand list

Effective fiscal year beginning July 1, 2001

* Source: Town records.

TOWN OF NORTH HAVEN

PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Town of North Haven		Overlapping Rates 2009
	Operating Millage	Debt Service Millage	
1999	22.81	1.29	24.10
2000	22.90	1.20	24.10
2001	23.81	1.53	25.34
2002	24.31	1.58	25.89
2003	26.10	2.17	28.27
2004	26.87	1.89	28.76
2005	28.58	1.95	30.53
2006	27.16	1.54	28.70
2007	23.92	1.52	25.44
2008	21.71	1.80	23.50
2009	21.21	2.27	23.48
			NONE

Source: Town records.

TABLE 9

**TOWN OF NORTH HAVEN
PRINCIPAL PROPERTY TAXPAYERS**

Name	Type to Business	2009		2000*	
		Percent of Grand List	Taxable Valuation as of 10/1/08	Percent of Grand List	Taxable Valuation as of 10/1/98
Covidien/US Surgical Corp.	Mfg. Surgical Equipment	4.52%	\$ 134,819,050		\$ -
Price REIT	Retail/Shopping Center	0.83%	24,783,500		
North Haven Industrial LLC	Distribution Center	0.78%	23,381,190		
Quebecor World/Northeast Graphics	Printing	0.73%	21,722,770		
Quinnipiac University	Office Building	0.66%	19,659,488		
North Haven Holdings	Retail/Shopping Center	0.60%	17,777,480		
Bouwfonds Preston Crossing	Apartments	0.40%	11,789,750		
Galileo Combs	Retail/Shopping Center	0.38%	11,407,130		
Drazen Properties	Retail/Shopping Center	0.34%	10,258,780		
Target Corporation	Retail/Shopping Center	0.34%	10,235,610		
Briarwood Connecticut	Apartments	0.34%	10,165,400		
North Haven Commons	Retail/Shopping Center	0.33%	9,935,750		
United Illuminating Co.	Public Utility	0.33%	9,925,790		
Rosewood LLC	Apartments	0.31%	9,350,600		
Anthem Health Plans	Insurance	0.29%	8,684,730		
			<u>\$ 333,897,018</u>		<u>\$ -</u>

* Data not available.

TOWN OF NORTH HAVEN

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Tax Rate In Mills	Grand List of October 1,	Total Tax Levy	Current Collections	Percent of Levy Collections	Delinquent Taxes Collected	Total Tax Collections	Collections as a Percent of Current Levy	Outstanding Delinquent Taxes	Delinquent Taxes as a Percent of Current Levy
2000	24.10	1998	\$ 44,493,957	\$ 43,049,670	96.75%	\$ 1,709,150	\$ 44,758,819	100.60%	\$ 4,531,872	10.19%
2001	25.34	1999	47,858,594	46,207,119	96.55%	1,300,845	47,507,964	99.27%	4,715,096	9.85%
2002	25.89	(1) 2000	49,874,568	48,712,922	97.67%	1,456,521	50,169,443	100.59%	4,420,591	8.86%
2003	28.27	2001	54,362,921	52,803,340	97.13%	1,322,137	54,125,477	99.56%	3,947,878	7.26%
2004	28.76	2002	54,240,488	53,854,651	99.29%	1,400,482	55,255,133	101.87%	3,647,130	6.72%
2005	30.53	2003	58,741,641	56,985,430	97.01%	979,607	57,965,037	98.68%	3,857,782	6.57%
2006	28.70	2004	62,954,772	61,733,322	98.01%	938,657	62,671,979	99.55%	3,823,381	6.07%
2007	25.44	2005	64,775,645	63,418,367	97.90%	833,085	64,251,452	99.19%	4,237,164	6.54%
2008	23.50	2006	65,579,710	64,297,284	98.01%	1,094,415	65,391,699	99.71%	2,338,315	3.57%
2009	23.48	2007	67,749,436	66,453,146	98.09%	831,247	67,284,393	99.31%	1,766,997	2.61%

(1) Statutory revaluation completed for Grand List of October 1, 2000
Effective fiscal year beginning July 1, 2001

TABLE 11

TOWN OF NORTH HAVEN

SCHEDULE OF SEWER ASSESSMENT COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Current Assessment Due	Current Assessment Collected	Ratio of Collections To Amount Due	Total Outstanding Current and Deferred Assessments
2000	\$ 506,908	\$ 132,461	26.13%	\$ 374,446
2001	374,446	77,503	20.70%	296,943
2002	296,943	37,950	12.78%	258,993
2003	274,965	46,502	16.91%	228,463
2004	298,848	77,089	25.79%	221,759
2005	242,440	42,286	17.44%	200,154
2006	203,558	6,413	3.15%	197,145
2007	197,145	17,372	8.81%	179,772
2008	188,320	10,916	5.80%	177,404
2009	202,638	30,732	15.17%	171,906

TABLE 12

TOWN OF NORTH HAVEN

OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (Unaudited)

Fiscal Year	Governmental			Total Long-Term Debt	Percentage of Personal Income	Per Capita ⁽²⁾	Estimated Actual Taxable Value ⁽¹⁾
	General Obligation Bonds	Notes Payable	Capital Leases				
2000	\$ 23,845,000	\$ 13,033,200	\$ 23,417	\$ 36,901,617	-	\$ 1,667	1.31%
2001	25,155,000	10,022,100	-	35,177,100	-	1,744	1.41%
2002	28,910,000	9,111,000	157,395	38,178,395	-	1,651	1.31%
2003	26,365,000	8,199,900	101,261	34,666,161	5.0%	1,501	1.21%
2004	24,145,000	7,288,800	64,727	31,498,527	4.5%	1,365	1.12%
2005	22,290,000	6,377,700	11,277	28,678,977	4.2%	1,245	1.02%
2006	43,735,000	6,356,372	315,860	50,407,232	7.1%	2,120	1.75%
2007	63,700,000	5,408,346	288,198	69,396,544	9.7%	2,891	1.65%
2008	61,815,000	4,459,575	248,173	66,522,748	9.3%	2,782	1.58%
2009	57,800,000	3,510,045	187,194	61,497,239	8.9%	2,664	1.44%

* **Note:** Details regarding the Town's outstanding debt may be found in the notes to the basic financial statements.

⁽¹⁾ See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 106 for property value data.

⁽²⁾ Population data can be found in the Schedule of Demographic and Economic Statistics on page 115.

TOWN OF NORTH HAVEN

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2009

NONE

TOWN OF NORTH HAVEN
SCHEDULE OF DEBT LIMITATION
June 30, 2009

Total Tax Collections (Including Interest
and Lien Fees For the Fiscal Year
Ended June 30, 2009

\$ 67,882,749

Reimbursement For Revenue Loss On:
Tax Relief For Elderly

247,022

Base

\$ 68,129,771

	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit
Debt Limitation:					
2 1/4 Times Base	\$ 153,291,985	\$ -	\$ -	\$ -	\$ -
4 1/2 Times Base	-	306,583,970	-	-	-
3 3/4 Times Base	-	-	255,486,641	-	-
3 1/4 Times Base	-	-	-	221,421,756	-
3 Times Base	-	-	-	-	204,389,313
Total Debt Limitation	153,291,985	306,583,970	255,486,641	221,421,756	204,389,313
Indebtedness:					
Bonds Payable	7,364,463	50,435,537	-	-	-
Loans Payable - Pollution Facility	-	-	3,510,045	-	-
School Grants Receivable	-	(1,722,019)	-	-	-
Bond Anticipation Note	-	-	-	-	-
Bonds Authorized and Unissued	15,000,000	6,156,591	-	-	-
Total Indebtedness	22,364,463	54,870,109	3,510,045	-	-
Debt Limitation In Excess of Outstanding and Authorized Debt	\$ 130,927,522	\$ 251,713,861	\$ 251,976,596	\$ 221,421,756	\$ 204,389,313

TABLE 15

TOWN OF NORTH HAVEN

DEBT SUMMARY
JUNE 30, 2009

Short-Term General Obligation Debt Outstanding		\$	-
Long-Term General Obligation Debt Outstanding:			
Payable From The General Fund:			
General Purposes	\$	7,364,463	
Schools		50,435,537	
Sewers		-	\$ 57,800,000
Loans Payable - Pollution Control Facility	\$	3,510,045	3,510,045
Total Overall General Obligation Debt			\$ 61,310,045
Less:			
State School Building Grants Receivable	\$	1,722,019	
General Fund Reserve For Debt		-	
	\$	1,722,019	
Total Deductions			1,722,019
Total Overall Net General Obligation Debt			\$ 59,588,026
Total Overlapping and Underlying General Obligation Debt			-
Total Overall Net General Obligation Debt (Including Overlapping and Underlying)			\$ 59,588,026
Population (1)		23,035	
Net Taxable Grand List 10/1/08	\$	2,887,883,952	
Per Capita Income 1999 (2)		29,919	
		Total Overall Debt	Total Overall Net Debt
Debt Per Capita		\$2,664	\$2,587
Ratio To Net taxable Grand List 10/1/08		2.12%	2.06%
Debt Per Capita To Income Per Capita		8.90%	8.65%

(1) State of Connecticut Department of Economic and Community Development

(2) Data Core Partners

TOWN OF NORTH HAVEN

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Population ⁽¹⁾	Per Capita			School Enrollment ⁽³⁾	Unemployment Rate
		Personal Income	Personal Income ⁽²⁾	Personal Income		
2000	22,148	*	*	*	3,636	1.6%
2001	23,035	*	*	*	3,717	2.4%
2002	23,035	*	*	*	3,729	3.2%
2003	23,035	689,184,165	29,919	29,919	3,730	3.9%
2004	23,460	701,899,740	29,919	29,919	3,761	4.0%
2005	23,710	*	*	*	3,805	4.9%
2006	23,628	*	*	*	3,927	5.7%
2007	23,908	*	*	*	4,000	4.3%
2008	23,908	*	*	*	4,084	5.5%
2009	23,035	*	*	*	3,932	6.2%

Source:

⁽¹⁾ State of Connecticut, Department of Health Estimate, 7/1/04⁽²⁾ U.S. Department of Commerce, Bureau of the Census, Census of Population and Housing⁽³⁾ North Haven Board of Education as of 10/1

* Information not available

TOWN OF NORTH HAVEN

MAJOR EMPLOYERS

Employer	Type of Business	2009		2000*	
		Employees	Percentage of Total Town Employment*	Employees	Percentage of Total of Town Employment
Tyco/U.S. Surgical Corp	Wound Closer Devices	2,600			
Anthem Health Plans, Inc.	Medical Insurance - Blue Cross / Blue Shield	1,500			
Town of North Haven	Municipality	600			
Marlin Firearms Co., Inc.	Sporting Firearms	300			
Area Cooperative Education Services	Educational	360			
Pennant Foods (Chef Solutions)	Frozen Bakery Products	100			
HB Communications	Sale/Service Audio Visual and Video Eqmt	200			
Connecticut Container Corporation	Corrugated Shipping Containers and Displays	150			
Mossberg, OF & Sons	Firearms	140			
Vertis Inc. - The BLTC Group	Offset Color Separations	100			

(*) Data Not Available

TABLE 18

TOWN OF NORTH HAVEN

TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
<u>Town:</u>										
General Government	25	25	25	25	24	25	24	23	23	23
Public Services & Recreation	33	34	34	35	34	34	33	31	33	33
Public Safety	86	85	85	87	86	89	85	87	89	89
Public Works	51	49	51	50	53	49	50	47	49	48
Total Full-Time	195	193	195	197	197	197	192	188	194	193
Part-Time	157	168	169	160	158	155	148	141	141	147
<u>Total Town</u>	352	361	364	357	355	352	340	329	335	340
<u>Education:</u>										
Teachers	303	302	303	305	299	301	294	304	310	315
Administration	16	17	17	17	16	16	14	16	17	17
Custodial Maintenance	23	24	24	24	23	23	22	23	23	23
Other	92	90	92	92	87	84	82	81	84	86
Total Full-Time	434	433	436	438	425	424	412	424	434	441
Part-Time	28	57	63	66	68	78	81	86	76	71
<u>Total Education</u>	462	490	499	504	493	502	493	510	510	512
Grand Total	814	851	863	861	848	854	833	839	845	852

Source: Town Records

TABLE 19

TOWN OF NORTH HAVEN

SUPPLEMENTAL DATA

JUNE 30, 2009

Settled		1670	
Date of Incorporation		1786	
Form of Government		Board of Selectmen / Town Meeting	
Current Charter Adopted		January 1, 1981	
Area of Town		21.0 Square Miles	
<u>Miles of Streets</u>		<u>Education</u>	
Town	146.5	Number of Teachers	315
State	58.9	Number of Other Employees	197
		Total enrollment (10/1/2008)	3,932
<u>Miles of Sidewalks</u>		<u>Elections</u>	
<u>Recreation</u>		Registered Voters	15,861
Acres	210	Number Votes Cast-Last Election	3,238
Baseball Fields Lighted	1	Percentage of Registered Voters	20%
Basketball Courts(Outdoor)	7	Voting	
Little League Fields	4		
Parks	18	<u>Police Protection</u>	
Picnic groves	8	Stations	1
Playground and Ball fields	11	Employees-Uniformed	48
Senior Citizens Center	1	-Civilian	9
Skating Rink	1	Vehicles(Includes Support Vehicles)	20
Softball Diamonds	11		
Softball Diamonds(Lighted)	2	<u>Fire Protection</u>	
Swimming Pool(Indoor)	1	Stations-Full Time	1
Tennis Courts(Lighted)	4	-Volunteer	3
Tennis Courts	14	Career Fire Fighters	30
		Volunteer Fire Fighters	110
<u>Library</u>			
Main Building	1		
Volumes-Collection	111,908		
Annual Circulation(est)	190,961		
<u>Employees</u>			
Town-Full Time	193		
-Part Time	147		
Education-Full Time	444		
-Part Time	71		
Total Employees	855		

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TOWN OF NORTH HAVEN, CONNECTICUT

**Operating Indicators By Function/Program
Last Ten Fiscal Years
(Unaudited)**

Function/Program	Calendar Year			
	2000	2001	2002	2003
Police:				
Calls for service	23,047	25,808	25,778	24,184
Adult arrest	593	634	713	643
Juvenile arrest	-	-	-	-
Citations	3,295	3,330	3,213	2,216
Fire:				
Total fire runs	3,418	3,433	3,619	3,719
Total rescue runs	2,429	2,445	2,622	2,719
Property loss	-	2,041,096	1,998,360	660,100
Building safety:				
Total building permits	-	365	454	464
Total value all permits	-	\$ 142,985,856	\$ 14,408,700	\$ 27,434,649
Total mechanical permits	-	612	602	767
Total value all permits	-	\$ 5,283,114	\$ 18,588,404	\$ 32,481,501
Library, volumes in collection	87,736	90,466	95,265	97,215
Public service:				
Garbage collected (ton)	-	-	-	-
Recycle collected (ton)	-	-	-	-
Parks and Recreation:				
Recreation program attendance	-	-	-	-
Aquatics program attendance	-	-	-	-
Street trees maintained - miles	125	125	125	125

Source: Town Records

Note: * Indicator not available

TABLE 20

Calendar Year					
2004	2005	2006	2007	2008	2009
27,100	27,328	25,658	24,330	25,500	24,304
662	607	611	677	693	671
-	-	-	-	-	-
2,831	2,625	2,590	2,398	2,429	2,820
4,198	4,224	4,308	4,367	4,243	*
3,039	3,055	3,156	3,151	3,065	*
3,777,100	934,800	551,000	1,294,330	2,409,673	*
542	525	617	579	537	427
\$ 56,754,443	\$ 29,172,946	\$ 23,892,383	\$ 22,842,701	\$ 29,887,926	\$ 25,636,659
973	959	949	861	711	846
\$ 14,738,785	\$ 11,711,177	\$ 12,616,121	\$ 11,229,003	\$ 61,166,521	\$ 29,919,892
93,949	11,524	11,524	109,841	112,387	111,908
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
146.5	146.5	146.5	146.5	146.5	146.5

TOWN OF NORTH HAVEN, CONNECTICUT

Capital Asset Statistics By Function/Program

Last Ten Fiscal Years

(Unaudited)

Function/Program	2000	2001	2002	2003
Police:				
Stations	1	1	1	1
Fire, Fire Stations Full time	1	1	1	1
Fire, Fire Stations Volunteer	3	3	3	3
Refuse Collection:				
Collection Trucks	4	4	4	4
Streets (Miles)	125	125	125	125
Traffic Signals - Town Owned	*	*	*	*
Parks & Recreation:				
Acreage	*	*	*	*
Parks	*	*	*	*
Baseball/Softball Diamonds	12	12	12	12
Soccer/Football Fields	*	*	*	*
Basketball Courts	*	*	*	*
Tennis Courts	*	*	*	*
Swimming pools	*	*	*	*
Parks with Playground Equipment	5	5	5	5
Picnic Shelters	8	8	8	8
Community Centers	1	1	1	1
Library:				
Facilities	1	1	1	1
Volumes	87,736	90,466	95,265	97,215
Wastewater:				
Sanitary Sewers (miles)	*	*	*	*
Storm Sewers (miles)	*	*	*	*
Combination Sanitary and Storm (miles)	*	*	*	*

Source: Town Records

Note: * Data not available.

TABLE 21

2004	2005	2006	2007	2008	2009
1	1	1	1	1	1
1	1	1	1	1	1
3	3	3	3	3	3
4	4	4	4	4	4
146.5	146.5	146.5	146.5	146.5	146.5
*	*	*	*	*	*
*	*	*	210	210	210
*	*	*	18	18	18
12	12	12	12	12	12
*	*	*	*	*	*
*	*	*	7	7	7
*	*	*	14	14	14
*	*	*	1	1	1
5	5	5	5	5	5
8	8	8	8	8	8
1	1	1	1	1	1
1	1	1	1	1	1
93,949	111,524	111,524	109,841	112,387	111,908
*	*	*	*	*	*
*	*	*	*	*	*
*	*	*	*	*	*

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